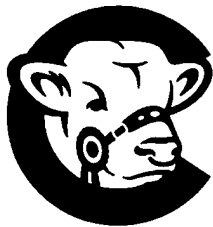


THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED
(A Company Limited by Guarantee)

REPORT & FINANCIAL STATEMENTS

For the year ended 31 December 2022



**BRITISH CHAROLAIS
CATTLE SOCIETY**



Notice of the 61st Annual General Meeting
to be held on

Thursday 22 June 2023 at 8 am

in the Charolais Marquee

Royal Highland Centre, Ingliston, Edinburgh EH28 8NB

The British Charolais Cattle Society

**NOTICE OF THE 61st
ANNUAL GENERAL
MEETING**

of

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

(Limited by Guarantee)

Registered Number 731132 England

Registered Charity Number 250018

to be held on

**Thursday 22 June 2023 at 8am in the
Charolais Marquee**

Royal Highland Centre, Ingliston, Edinburgh EH28 8NB

with

**BALANCE SHEET AND ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER 2022**

Registered office

Avenue M, Stoneleigh Park,
Kenilworth, Warwickshire
CV8 2RG

Telephone: 024 7669 7222

Email: charolais@charolais.co.uk

The British Charolais Cattle Society

REFERENCE AND ADMINISTRATIVE INFORMATION

COUNCIL OF MANAGEMENT 2022

The Members of the Council of Management for 2022 were as follows:

PRESIDENT (ex officio)
Mr W G Roberts (5)

Directors

CHAIRMAN
Mr A P Drysdale

VICE CHAIRMAN
Mr J Price

HONORARY TREASURER
Mr G C Robinson

Mr M V Atkinson	(5)	Northern England
Mr D Barker	(2)	Southern England
Mr N Blyth	(3)	Northern England
Mr D Bothwell		Northern Ireland
Mr A J Clark		Scotland
Mr A P Drysdale		National
Mr B Harman	(3)	National
Mr J Paynter	(5)	National
Mr R McWilliams	(5)	Northern Ireland
Mr M A Milne	(1)	Scotland
Mrs T Nicoll	(4)	Scotland
Mr R A Owen	(1)	National
Mr W Owen	(4)	Wales
Mr J Price	(4)	Southern England
Mr A E Sellick		Southern England
Mr W Short	(3)	Northern Ireland
Mr D Thornley	(2)	Northern England
Mr B L Williams		Wales

Notes:

- (1) Retires at AGM 22 June 2023 – eligible for re-election
- (2) Retires at AGM 22 June 2023 – **not** eligible for re-election
- (3) Retired at AGM 23 June 2022
- (4) Re-appointed at AGM 23 June 2022
- (5) Appointed at AGM 23 June 2022

COMPANY SECRETARY
Mr G C Robinson

Registered Office:

The British Charolais Cattle Society Ltd
Avenue M
Stoneleigh Park, Kenilworth
Warwickshire CV8 2RG

CONTENTS

Notice of Meeting	1
Report of the Trustees	2-5
Chairman's Report	6-7
Treasurer's Report	8
Auditors' Report	9-11
Statement of Financial Activities (incorporating an Income and Expenditure Account)	12
Balance Sheet	13
Cash flow and notes	14-15
Notes to the Financial Statements	16-27

Auditors:
Harrison, Beale & Owen Ltd
Chartered Accountants and Statutory Auditor
Highdown House
11 Highdown Road
Leamington Spa CV31 1XT

Bankers:
National Westminster Bank plc
Royal Priors Branch
59 Parade
Leamington Spa CV32 4BH

Solicitors:
Lodders
Number Ten, Elm Court, Arden Street,
Stratford upon Avon CV37 6PA

Insurance Brokers:
Towergate plc Pegasus
Court Olympus Avenue
Tachbrook Park
Warwick CV34 6LW

Fund Managers:
Rathbones
George House,
50 George Square,
Glasgow G2 1EH

Registered Company number
731132 (England and Wales)

Registered Charity number
250018

**The British Charolais Cattle Society
NOTICE IS HEREBY GIVEN**

that the

**61st ANNUAL GENERAL MEETING of
THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED
(Limited by guarantee)**

**Thursday 22nd June 2023
in the Charolais Marquee
Royal Highland Centre, Ingliston, Edinburgh EH28 8NB**

AGENDA

1. To read the Notice convening the 61st Annual General Meeting of the Society.
2. Apologies for absence.
3. To approve the Minutes of the 2022 60th Annual General Meeting of the Society.
4. To receive and consider, and if approved adopt the Report of the Council of Management presented by the Chairman of Council.
5. To receive and consider, and if approved, adopt the Annual Statement of Accounts and Balance Sheet for the 2022 year and the Auditor's Report thereon presented by the Honorary Treasurer.
6. Election of members to the Council of Management.
7. Election of President.
8. To appoint Auditors.
9. To transact any other business of an Annual General Meeting.

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a charitable company limited by guarantee, governed by its Memorandum and Articles of Association dated 27 July 1962. Members of the Council of Management, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year are set out in the section entitled 'Reference and administrative details'. Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of a winding up. The total number of such guarantees at 31 December 2022 was 15 (2021 - 14).

Appointment of trustees

The Council of Management is elected by the members within the regions of the United Kingdom. Each trustee can serve for a three-year term, and may be re-elected for a further three-year period. The trustees meet at least three times a year and also hold discussions by conference call when deemed necessary.

Organisation

The Executive Committee consists of the Chairman, Vice-Chairman and Treasurer, together with other individuals if deemed necessary. This committee is delegated certain functions from the main board. Other committees may be set up as and when the board deem it necessary to do so. Each committee has its decisions ratified by the full board.

Trustees induction and training

New trustees are inducted during their first trustees meeting. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Key management remuneration

The Council of Management are the trustees of the charity and directors of the charitable company. The council delegates the responsibility for directing and controlling, running and operating the charity to the senior leadership team.

Related parties

The trustee body along with members of the senior management team represent the key related parties of the charity.

Risk review

The Council of Management has conducted its own review of the risks to which the charity is exposed and systems have been established to mitigate those risks. The Council of Management does not consider that there are significant risks to external funding but the charity continues to undertake an ongoing review of funding. Internal risks are minimised by the implementation of procedures for authorisation of all transactions to ensure consistent quality of delivery for all aspects of the charitable company. These procedures are reviewed periodically to ensure that they continue to meet the needs of the charity.

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

REPORT OF THE TRUSTEES for the year ended 31 December 2022

OBJECTIVES AND ACTIVITIES

Objectives, activities, achievements and performance

Being a registered charity, the Society must fulfil its charitable duties by benefiting the general public. These principal objectives are fulfilled by breed improvement, education and conservation. Breed improvement by registration of births and parentage, which are then genetically evaluated, leads to more efficient prime beef production. Efficient beef production helps maintain cost-effective beef sales for the buying public. Through assistance in the organisation of farm open days and supporting classes at the summer shows and winter primestock shows, the general public are given the opportunity of being involved with prime beef cattle. It is both an educational and enjoyable experience. The third objective is conservation of the Charolais breed. Although not a major issue at the present time, complacency cannot be ruled out, as historically several numerically popular breeds have faced extinction. The trustees have had regard to the Charity Commission's guidance on public benefit.

The principal activities of the Society include the recording and transfer of ownership of registered Charolais cattle. A herd book of Charolais cattle registered in the United Kingdom is maintained, and from this register technical and genetic breed improvement programmes are maintained in conjunction with the Agricultural Business Research Institute.

In conjunction with selected auctioneers, Charolais cattle sales are organised whereby Charolais breeders bring their cattle to a central collection point to be offered for sale. The sales are advertised to attract customers from the general farming community. Other activities include co-operation with the regional Charolais clubs in the promotion of Charolais cattle through open days, agricultural shows, etc. Research work is carried out with various scientific bodies looking into efficient beef production, improving the taste and tenderness of beef produced from Charolais cattle, and now that the bovine genome is well on the way to being understood certain alleles of genes can be identified which will, in the future, have an effect on not only making beef a more consistent product, but could well have certain health benefits.

A more comprehensive review of the BCCS activities appears within this document in the Chairman's and Treasurer's reports.

STRATEGIC REPORT

Income generation

The total income for 2022 increased by around 8% from £657,614 to £712,624. The major contributions to the Society income are derived from members' subscriptions, registration fees, transfer fees, auction sale commissions and investment income. Breedplan income totalled £51,799 (2021 - £53,223). The investment income from the portfolio increased by 14% to £79,278 (2021 - £69,522).

A detailed breakdown of the various income streams are detailed within the statement of financial activities with a more detailed breakdown of certain aspects contained in the Treasurer's Report.

Financial review

Investment policy and returns

The trustees have given discretionary powers to Rathbones to invest the Society's financial portfolio in stocks, shares and securities in the low-medium risk category, with income and capital growth of the portfolio being the principal policy in the short to medium term.

Fund raising

The principal areas of fund raising are through annual subscriptions, registration fees, auction sale commissions, private sales transfer fees and the sale of promotional goods, and HMRC Gift Aid tax reclamations.

Resources expended and services

The charity's expenditure is directed towards administering the charity and promoting the Charolais breed. There is a small administration staff who deal with the registration, transfers and members' subscriptions on a daily basis, together with associated matters of a general nature but which affect the core objectives of the charity. There is a breakdown of the direct charitable expenditure in the Notes to the Financial Statements.

To increase awareness of the breed, expenditure is incurred in general breed promotion through advertising, promotional events at shows and open days. Other ventures include research and development to improve beef production efficiency.

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

REPORT OF THE TRUSTEES for the year ended 31 December 2022

Reserves policy

The trustees have examined the charity's requirements for reserves in the light of the main risks to the organisation and have agreed that the previous policy of building up a substantial reserve when the agricultural industry, and in particular the beef industry, were enjoying better times, is a solid policy to carry the Society through times of adversity. The trustees have established the level of reserves (that is those funds that are freely available) that the charity ought to have and have also considered the level of additional short-term reserves that will also be needed to sustain operations and subsidise the members should there be future epidemics, pandemics or other problems which directly or indirectly affect agriculture and therefore restricting the Societies ability to generate income. The reserves have also acted as a buffer at times where the membership have been facing increasing costs in the industry and will continue to do so in the coming years.

Political and economic uncertainty including changes in policies, may well result in a reduction of income from the charity's charitable activities. Currently the charity has approximately £2.9m in reserves which is readily accessible. The remaining £386k is invested in administrative property, plant and machinery and intangible assets.

We believe that it is prudent to hold reserves equivalent to approximately 24 months expenditure. In calculating reserves, we have excluded from total funds both the tangible and intangible assets totalling £386k which are in fixed assets. Therefore, the actual level of reserves readily available for day to day expenditure amounts to approximately £2.9m, and although this is in excess of the 24 months expenditure, the trustees are aware of a possible economic slow down which may affect the level of reserves, and the income from the investment portfolio. This, together with an increase in administration expenditure, and an increase in breed improvement and breed promotional activities, will lead to a reduction in the level of reserves.

Plans for the future

Future developments in the registration and genetic improvement of Charolais cattle are continually being reviewed. The Society has plans to recruit for a members and commercial customers facing role during 2023.

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

REPORT OF THE TRUSTEES
for the year ended 31 December 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The British Charolais Cattle Society Limited for the purposes of company law) are responsible for preparing the Report of the Trustees 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 22 June 2023 and signed on the board's behalf by:



Mr A P Drysdale - Trustee /Chairman

The British Charolais Cattle Society

CHAIRMAN'S REPORT

As my second and final year as Chairman draws to a close, I would firstly like to say it has been an honour and a privilege to have had the chance to be Chairman of this truly remarkable cattle society. During my last visit to Stoneleigh, I was studying the honours board and was in awe of previous names on there, so many of whom have shaped the breed to where it is today and to have my name alongside them is truly humbling.

As I write this report lambing is nearly finished and calving is 2/3 through but there is no sign of turning cattle out to grass as it's one of the latest springs I can remember. The past year has seen some real extremes in farming, some of those we hope never to see again. With fertiliser at an all-time record price last summer and feed barley at £300/t coupled with some record-breaking hot temperatures in some areas of over 40°C combined with a decline in suckler cows from upland farms it didn't lend itself to an easy 12 months for farmers to budget or plan for. Since the new year things are definitely looking a lot brighter for livestock farmers with fertilizer back £350/t from last spring, feed barley is slowly dropping and the price of beef touching the £5/kg DW.

Society sales up and down the country over the past 12 months have been exceptional with an increase of 23% more bulls sold through society sales than the year previous. This is great news for the breed and our members, and it clearly shows the high demand and premium that Charolais sired suckled calves are commanding in the store market is filtering back through to bull sales. What is even more pleasing about the 23% rise in bull sales is that in a diminishing market place and the huge number of suckler cows going off from upland farms as previously mentioned; the breed is clearly not only holding its own in the market place but, making huge inroads to take customers away from other breeds by proving to the commercial farmer how a Charolais bull can give them the best return on their investment and also making their business more sustainable for years to come.

However, we must also be realistic in that, if there is a shrinking market for bulls and even if we keep gaining a larger market share, there is undoubtedly going to be a declining number of pedigree calves being registered and therefore a lessening of our membership.

The figures for the past 5 years are:

Year	Members	Registrations
2018	1524	5822
2019	1416	5799
2020	1349	6199
2021	1323	5905
2022	1298	5463
2023	1292	2392 (figures at 17.05.2023)

These figures are quite stark, and the council of management are very aware that if these figures continue declining in this manner the society is going to have to look long and hard at how it can be sustainable for its members for years to come. This is mainly why we took the decision to make the role of CEO redundant within the society. The Council are now in a position to look for a new employee to be the face of the breed who is the first point of contact for the membership, present at shows and sales and able to deal with members queries. Additionally, the incumbent will be tasked with assisting the Council of Management and office team with taking a number of promotional and breed development matters forward at a cost that is justifiable to the society.

The Council of Management have made two big decisions over the past year, firstly to update and modernise the logo. We need a logo that is digitally friendly and works at any dimension from fingernail size to a large banner or poster. Something that works in a positive use (white background) and a reversal use (dark background) and something that looks good on promotional merchandise and is simple with clean lines. We choose to go down the road of evolution not revolution. I understand this isn't everyone's cup of tea, but as farmers we don't like change. We believe this delivers all these things and hope given time many of you will think the same.

Secondly, we chose to be the first breed in the UK to launch ILRonline, this is going to bring huge benefits to our membership with information being live and in real time. Some of the advantages are:

- Register animals and immediately see them on the database
- View pending animals and see why they are pending i.e., awaiting DNA etc.
- Allow members to transfer animals to other members.
- Users can download pedigree certificates, invoices, DNA acknowledgements and Breedplan documents
- Submit and view Breedplan weights & traits

The British Charolais Cattle Society

I believe this is a very exciting launch and puts us one step ahead of other breeds. We have also been able to have a hand in the development of the platform to the benefit of the Charolais breed, Rusmi deserves a lot of credit for creating and shaping this.

The younger generation is our future and without the youth we don't have a breed. The society has been very fortunate to be able to secure a 3-year partnership with the livestock feed company Harbro to help to gain a wide exposure of our breed to the younger generation to help educate and develop them. The experience of the Harbro team will be invaluable to help drive the Charolais youth forward. I am very excited to see where this partnership can take the breed.

All in all, the society and the breed have a lot to be positive about. I believe we need to work more closely with our commercial customers as without them we don't have bull sales. Also try to develop a closer relationship with retailers and wholesalers to develop Charolais as a brand, if we can gain the key and factual data to back up the benefits, we know the Charolais can bring to the food chain a viable, carbon friendly, healthy premium protein source, I believe this in turn will help our members to have an increased market share for years to come.

Where possible we should try to collaborate alongside other breed societies, if we can work closer with each other to try and save on costs at the same time as promoting the beef industry as a whole, this should be beneficial to everyone.

I would like to draw my final Chairman's report to a close by thanking a few people who have helped not only myself but the society over the past year.

Rusmi for doing a sterling job in keeping the office running so smoothly alongside deputy office manager Rebecca who is ably assisted by Fiona, Mandy, Natasha & Charlotte, the work and commitment they all show should be highly commended.

The Council of Management, they have been exceptional during my time as Chairman. Their professionalism and dedication through some difficult decisions has been humbling and the members are fortunate to have them representing them.

Our President, Gareth Roberts, who has been a superb ambassador for the breed. He has been present at so many shows and sales, his wealth of knowledge and experience has been a great support throughout my time as Chair.

My previous Vice Chairman Jeremy Price, the commitment and drive along with his wealth of business experience was a real asset to both the executive team and the council.

Our honorary Treasurer Graham Robinson, the dedication, and hours that Graham puts into BCCS interests is nothing short of exceptional. I believe if the membership had any idea about the time given up to the breed by Graham mostly to the detriment of his own business, members would be shocked. He has been a massive support and help to me during my time as Chairman without them both the past 2 years would have been impossible.

I would also like to take this chance to say a few words about my current Vice Chairman Andrew Sellick. Andrew is one of the most genuine, hardworking, dedicated and meticulous people I have met. Andrew has a huge skill set whether that be on a professional or cattle breeding basis, he has a wealth of talents and attributes, these I believe will make Andrew an outstanding Chairman.

I would also like to say a huge thank you to my wife Fiona and father Peter, for helping so much at home and also with the preparation and running of the shows and sales. This has allowed me the extra time to give for BCCS matters, I will be forever grateful.

Last but no means least I would like to thank all the members of the BCCS, you all do so much to promote the breed at every opportunity. It's been a pleasure meeting so many of you and making a lot of new friends, the Charolais breed really is one big family.

This concludes my second and final Chairman's report.

Allen Drysdale
Chairman

The British Charolais Cattle Society

TREASURER'S REPORT

In my 2021 report I said that if the BCCS was able to return (post covid) to anything like normal then the financial results of 2020 and 2021 would not be seen again. This has proved to be the case.

The balance sheet saw a decrease to £3,168,546 from £3,445,864. During the year nothing was drawn down from the investment portfolio. The loss on the day-to-day activities reduced to a little under £1k from a £72k surplus. During 2022 the BCCS hosted the World Charolais congress, the Council of Management decided to financially support the host farms. Total cost of the convention to the BCCS was £54,135. Sponsorship of £18,000 was raised giving a net cost to the BCCS of £36,135.

Publicity expenses for the year were considerably higher than in the previous year at £99,232 compared to £39,683 this is due to the society again being able to attend shows etc and promote Charolais cattle.

During 2022 the GB suckler herd continued its long-established trend and contracted by approaching 10%. 200,000 cows were slaughtered in October to December 2022 compared with 100,000 in the same period in 2021. While it is right that the BCCS is continually looking at increasing market share, as I stated in my report on the 2018 results, we are fighting for a bigger share of a smaller market.

The society must be realistic about the future and difficult decisions may need to be made. Inflationary pressure has been significant during the past year. Whilst the experts tell us that this will be short term history shows that once in place inflation often proves difficult to reduce. Time will tell.

2022 Financials

At the end of the year BCCS funds stood at £3,168,546. (2021 – £3,445,864)

The total income for 2022 increased from £657,614 to £712,624.

Investment income

Dividend income from the BCCS investment portfolio increased to £79,278. (2021 - £69,522)

Rent received from the society tenants decreased to £45,045. (2021 - £46,790)

Cattle society income

Registration income decreased to £172,680. (2021 - £196,416)

Membership income decreased to £59,816. (2021 - £61,125)

Expenditure

Total expenditure for the year increased to £713,007. (2021 - £585,844)

Wages, pension and social security costs decreased to £221,667. (2021 - £274,180)

Legal and professional fees increased to £40,141. (2021 - £28,885)

As last year I would like to take the opportunity to thank my wife and family for their support. My report would not be complete without my thanks to the office team. Without the support of my wife and family at home and the BCCS office team then my workload of the last two years would not have been possible.

I would also like to thank those members who have taken the time to offer me help and support during the past two years, it has been very much appreciated. As I stated earlier in my report difficult decisions sometimes need to be made in the long-term interests of the society.

One last thank you if I may, and perhaps not normally within the remit of the Treasurer's report, so apologies for taking the liberty, but hopefully you will understand.

To Allen, his wife Fiona, parents Peter and Rita.

In my experience on council and as Treasurer you have had to go way beyond what would normally be expected of a Chairman and his family, the society is in a better place for it.

Graham Robinson
Honorary Treasurer

The British Charolais Cattle Society

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

Opinion

We have audited the financial statements of The British Charolais Cattle Society Limited (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 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 Auditors' 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 the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

The British Charolais Cattle Society

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

Matters on which we are required to report by exception

In the light of the 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 Report of the Trustees.

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

Responsibilities of trustees

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

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

Our 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The audit process includes an assessment of the entity's risk environment, through enquiry of and discussion with management, including an assessment of any key laws and regulations with which the company must comply in the ordinary course of its business. We have concluded that there are no such key laws and regulations that are particular to the company's activities.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance.

Nevertheless, nothing has come to our attention that has given us significant cause for concern in the course of the procedures we have undertaken in order to give our opinion on whether the financial statements are free from material misstatement, as shown above.

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 Report of the Independent Auditors.

The British Charolais Cattle Society
REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

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 auditors' 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 and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Gregg Olnier MPhil BA(Hons) ACA (Senior Statutory Auditor)
for and on behalf of Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditor
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

22 June 2023

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 December 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	100,700	-	100,700	32,000
Charitable activities	6				
Breed improvement		448,649	-	448,649	484,113
Other trading activities	4	38,682	-	38,682	25,175
Investment income	5	124,593	-	124,593	116,326
Total		<u>712,624</u>	<u>-</u>	<u>712,624</u>	<u>657,614</u>
EXPENDITURE ON					
Raising funds	7	30,930	-	30,930	22,480
Charitable activities	8				
Breed improvement		<u>682,077</u>	<u>-</u>	<u>682,077</u>	<u>563,364</u>
Total		<u>713,007</u>	<u>-</u>	<u>713,007</u>	<u>585,844</u>
Net gains/(losses) on investments		<u>(276,935)</u>	<u>-</u>	<u>(276,935)</u>	<u>326,369</u>
NET INCOME/(EXPENDITURE)		(277,318)	-	(277,318)	398,139
RECONCILIATION OF FUNDS					
Total funds brought forward		3,445,864	-	3,445,864	3,047,725
TOTAL FUNDS CARRIED FORWARD		<u>3,168,546</u>	<u>-</u>	<u>3,168,546</u>	<u>3,445,864</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

BALANCE SHEET
31 December 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Intangible assets	14	180	5,553
Tangible assets	15	385,388	390,853
Investments	16	<u>2,686,786</u>	<u>2,813,550</u>
		3,072,354	3,209,956
CURRENT ASSETS			
Stocks	17	5,191	5,191
Debtors	18	64,796	55,192
Cash at bank and in hand		<u>161,054</u>	<u>293,424</u>
		231,041	353,807
CREDITORS			
Amounts falling due within one year	19	<u>(134,849)</u>	<u>(117,899)</u>
NET CURRENT ASSETS		<u>96,192</u>	<u>235,908</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,168,546</u>	<u>3,445,864</u>
NET ASSETS		<u>3,168,546</u>	<u>3,445,864</u>
FUNDS	22		
Unrestricted funds		<u>3,168,546</u>	<u>3,445,864</u>
TOTAL FUNDS		<u>3,168,546</u>	<u>3,445,864</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22 June 2023 and were signed on its behalf by:



Mr A P Drysdale - Trustee



Mr A E Sellick - Trustee

The notes form part of these financial statements

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

CASH FLOW STATEMENT for the year ended 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(50,276)</u>	<u>57,751</u>
Net cash (used in)/provided by operating activities		<u>(50,276)</u>	<u>57,751</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(11,471)	(6,942)
Purchase of fixed asset investments		(487,333)	(39,085)
Sale of fixed asset investments		337,162	15,187
Interest received		270	14
Dividends received		<u>79,278</u>	<u>69,522</u>
Net cash (used in)/provided by investing activities		<u>(82,094)</u>	<u>38,696</u>
Change in cash and cash equivalents in the reporting period		<u>(132,370)</u>	<u>96,447</u>
Cash and cash equivalents at the beginning of the reporting period		<u>293,424</u>	<u>196,977</u>
Cash and cash equivalents at the end of the reporting period		<u>161,054</u>	<u>293,424</u>

The notes form part of these financial statements

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

NOTES TO THE CASH FLOW STATEMENT for the year ended 31 December 2022

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(277,318)	398,139
Adjustments for:		
Depreciation charges	22,309	22,373
Losses/(gain) on investments	276,935	(316,687)
Interest received	(270)	(14)
Dividends received	(79,278)	(69,522)
Decrease in stocks	-	44
(Increase)/decrease in debtors	(9,604)	5,540
Increase in creditors	<u>16,950</u>	<u>17,878</u>
Net cash (used in)/provided by operations	<u>(50,276)</u>	<u>57,751</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.22 £	Cash flow £	At 31.12.22 £
Net cash			
Cash at bank and in hand	<u>293,424</u>	<u>(132,370)</u>	<u>161,054</u>
	<u>293,424</u>	<u>(132,370)</u>	<u>161,054</u>
Total	<u>293,424</u>	<u>(132,370)</u>	<u>161,054</u>

The notes form part of these financial statements

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

1. COMPANY STATUS

The charity is a company limited by guarantee and incorporated in England and Wales. The members of the company are the trustees who are also the directors. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The charitable company's registered numbers and registered office address can be found in the Report of the Trustees.

2. 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.

The charitable company fulfils the criteria of a public benefit entity as defined by FRS 102.

The accounting policies are set out below and remain unchanged from the previous year.

Preparation of consolidated financial statements

The financial statements contain information about The British Charolais Cattle Society Limited as an individual company and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Significant accounting judgements and estimates

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

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.

Subscriptions and investment income are recorded on a receivable basis. Income from fund-raising events is shown gross with the associated costs included in fund-raising costs.

Government grants, in the form of the Coronavirus Business Support Scheme, have been recognised as grant income when received.

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 inclusive of any VAT that cannot be recovered 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.

Expenditure is accounted for gross and when it is incurred. Costs of generating funds are those costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds. Charitable activities include expenditure associated with the registration and promotion of Charolais cattle and include both the direct costs and support costs relating to these activities. Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Intangible assets

Intangible assets are recognised at cost less amortisation. Amortisation is provided over five years, in order to write off each asset over its estimated useful.

Tangible fixed assets

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

Leasehold property - Royal Welsh Pavilion	- over the lease term
Leasehold property - NAC	- over the lease term
Fixtures & fittings - Royal Welsh Pavilion	- 25% on cost
Fixtures & fittings - NAC	- 12.5% on cost
Computer equipment	- at varying rates on cost

Tangible fixed assets costing more than £1,000 are capitalised and included at cost including any incidental expenses of acquisition.

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

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.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Fixed asset investments are shown on the balance sheet at their fair value. Listed investments are valued at their mid market value as at the balance sheet date. Changes in fair value are recognised in the Statement of Financial Activities in the period in which they arise.

Shares of group undertakings are stated at historic cost, net of any impairment losses.

Financial instruments

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Statement of Financial Activities.

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

3. DONATIONS AND LEGACIES

	2022	2021
	£	£
Other donations	82,700	32,000
Sponsorship	<u>18,000</u>	<u>-</u>
	<u>100,700</u>	<u>32,000</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
World convention sponsorship	<u>18,000</u>	<u>-</u>

4. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Auction sale income	36,863	23,863
Sale of promotional goods	<u>1,819</u>	<u>1,312</u>
	<u>38,682</u>	<u>25,175</u>

5. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	45,045	46,790
Listed investment income (gross)	79,278	69,522
Bank deposit interest	<u>270</u>	<u>14</u>
	<u>124,593</u>	<u>116,326</u>

6. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Subscriptions receivable	Breed improvement	59,816	61,125
Donations - unallocated subs	Breed improvement	5,085	5,086
Enrolment fees & herd prefixes	Breed improvement	1,900	1,675
Registration fees	Breed improvement	172,680	196,416
F.O.T. registration fees	Breed improvement	20,000	27,800
Transfer fees	Breed improvement	5,140	6,340
Semen royalty scheme	Breed improvement	2,211	2,304
Breedplan income	Breed improvement	51,799	53,223
Gift Aid tax refund & interest	Breed improvement	6,619	7,319
Import admin fees	Breed improvement	2,833	3,600
DNA testing	Breed improvement	108,052	108,837
Warranty income	Breed improvement	1,810	1,365
Export certificate fees	Breed improvement	350	350
Solar income	Breed improvement	<u>2,791</u>	<u>1,961</u>
Carried forward		441,086	477,401

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

6. INCOME FROM CHARITABLE ACTIVITIES - continued

	2022	2021
	£	£
Brought forward	441,086	477,401
Other breed society services Breed improvement	6,163	4,912
Young breeders sponsorship Breed improvement	1,400	1,800
	<u>448,649</u>	<u>484,113</u>

7. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Auction sale expenses	17,172	11,319
Charolais News & herd books	6,674	3,898
Regional contributions	4,628	4,654
	<u>28,474</u>	<u>19,871</u>

Other trading activities

	2022	2021
	£	£
Purchases	2,456	2,609
	<u>30,930</u>	<u>22,480</u>

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 9) £	Support costs (see note 10) £	Totals £
Breed improvement	<u>619,091</u>	<u>62,986</u>	<u>682,077</u>

The British Charolais Cattle Society

THE BRITISH CHAROLAIS CATTLE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 December 2022

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022	2021
	£	£
Staff costs	221,667	274,180
Rent, rates, insurance, cleaning, heat & light	37,393	35,930
Telephone	6,155	7,766
Postage	10,650	12,247
Publicity expenses	99,481	39,683
Sundries	7,305	4,335
Repairs & maintenance - building	2,823	4,984
Charolais Youth	11,707	79
Printing & stationery	7,522	6,037
Maintenance of office equipment	631	255
Computer maintenance & support	6,234	7,258
Subscriptions	1,105	431
Herd inspection expenses	775	626
ABRI support	25,721	22,295
Donations	3,216	113
Ultra sound scanning refunds	11,325	8,250
Registration calf credit notes	5,970	5,370
DNA SNP testing	77,376	65,306
Other breed society services	5,591	987
World convention	54,135	-
Depreciation	<u>22,309</u>	<u>22,373</u>
	<u>619,091</u>	<u>518,505</u>

10. SUPPORT COSTS

	Governance costs £
Breed improvement	<u>62,986</u>

Support costs, included in the above, are as follows:

Governance costs

	2022	2021
	Breed improvement £	Total activities £
Auditors' remuneration	5,475	5,475
Auditors' remuneration for non audit work	2,452	3,797
Legal and professional fees	40,141	28,885
Directors, staff & board travel expenses	<u>14,918</u>	<u>6,702</u>
	<u>62,986</u>	<u>44,859</u>

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

11. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	5,475	5,475
Other non-audit services	2,452	3,797
Depreciation - owned assets	16,936	17,000
Breed improvement amortisation	5,373	5,373
Income from operating leases	(45,045)	(46,790)
Amounts payable under operating leases	<u>5,500</u>	<u>3,079</u>

12. 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

Travel and subsistence expenses were reimbursed to 16 members of the Council of Management during the year totalling £2,561 (2021 - £3,173). The members of the Council of Management neither received nor waived any emoluments during the year.

13. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	194,279	242,406
Social security costs	14,814	15,693
Other pension costs	<u>12,574</u>	<u>16,081</u>
	<u>221,667</u>	<u>274,180</u>

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

	2022	2021
Cost of generating funds	3	3
Management & administration	<u>3</u>	<u>4</u>
	<u>6</u>	<u>7</u>

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

	2022	2021
£80,001 - £90,000	<u>-</u>	<u>1</u>

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

14. INTANGIBLE FIXED ASSETS

	Breed improvement £
COST	
At 1 January 2022 and 31 December 2022	<u>26,864</u>
AMORTISATION	
At 1 January 2022	21,311
Charge for year	<u>5,373</u>
At 31 December 2022	<u>26,684</u>
NET BOOK VALUE	
At 31 December 2022	<u>180</u>
At 31 December 2021	<u>5,553</u>

15. TANGIBLE FIXED ASSETS

	Leasehold property - Royal Welsh Pavilion £	Leasehold property - NAC £	Fixtures & fittings - Royal Welsh Pavilion £
COST			
At 1 January 2022	138,827	456,442	6,098
Additions	<u>-</u>	<u>-</u>	<u>10,490</u>
At 31 December 2022	<u>138,827</u>	<u>456,442</u>	<u>16,588</u>
DEPRECIATION			
At 1 January 2022	99,265	117,099	6,098
Charge for year	<u>6,593</u>	<u>4,918</u>	<u>1,311</u>
At 31 December 2022	<u>105,858</u>	<u>122,017</u>	<u>7,409</u>
NET BOOK VALUE			
At 31 December 2022	<u>32,969</u>	<u>334,425</u>	<u>9,179</u>
At 31 December 2021	<u>39,562</u>	<u>339,343</u>	<u>-</u>

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

15. TANGIBLE FIXED ASSETS - continued

	Fixtures & fittings - NAC £	Computer equipment £	Totals £
COST			
At 1 January 2022	38,956	29,216	669,539
Additions	<u>495</u>	<u>486</u>	<u>11,471</u>
At 31 December 2022	<u>39,451</u>	<u>29,702</u>	<u>681,010</u>
DEPRECIATION			
At 1 January 2022	33,336	22,888	278,686
Charge for year	<u>728</u>	<u>3,386</u>	<u>16,936</u>
At 31 December 2022	<u>34,064</u>	<u>26,274</u>	<u>295,622</u>
NET BOOK VALUE			
At 31 December 2022	<u>5,387</u>	<u>3,428</u>	<u>385,388</u>
At 31 December 2021	<u>5,620</u>	<u>6,328</u>	<u>390,853</u>

16. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Listed investments £	Totals £
MARKET VALUE			
At 1 January 2022	1	2,813,549	2,813,550
Additions	-	487,333	487,333
Disposals	-	(374,419)	(374,419)
Revaluations	<u>-</u>	<u>(239,678)</u>	<u>(239,678)</u>
At 31 December 2022	<u>1</u>	<u>2,686,785</u>	<u>2,686,786</u>
NET BOOK VALUE			
At 31 December 2022	<u>1</u>	<u>2,686,785</u>	<u>2,686,786</u>
At 31 December 2021	<u>1</u>	<u>2,813,549</u>	<u>2,813,550</u>

There were no investment assets outside the UK.

Cost or valuation at 31 December 2022 is represented by:

	Shares in group undertakings £	Listed investments £	Totals £
Valuation in 2022	-	845,037	845,037
Cost	<u>1</u>	<u>1,841,748</u>	<u>1,841,749</u>
	<u>1</u>	<u>2,686,785</u>	<u>2,686,786</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

16. FIXED ASSET INVESTMENTS - continued

Premier Pedigree Services Limited

Registered office: Avenue M National Agriculture Centre, Stoneleigh Park, Kenilworth, Warwickshire, CV8 2RG

Nature of business: Agricultural support services

Class of share:	%
Ordinary £1 shares	holding 100

17. STOCKS

	2022	2021
	£	£
Goods for resale	<u>5,191</u>	<u>5,191</u>

18. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	41,871	49,446
VAT	-	1,697
Prepayments and accrued income	<u>22,925</u>	<u>4,049</u>
	<u>64,796</u>	<u>55,192</u>

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	35,186	35,683
Social security and other taxes	3,368	3,502
VAT	1,094	-
Other creditors	51,614	49,794
Accrued expenses	<u>43,587</u>	<u>28,920</u>
	<u>134,849</u>	<u>117,899</u>

Included within creditors is a balance totalling £51,613 (2021 - £49,793) relating to deferred income. The charity defers income relating to registrations and subscriptions paid in advance of invoices being raised.

	£
Balance as at 1 January 2022	49,793
Amounts released to income during the year	(49,793)
Amounts deferred during the year	<u>51,613</u>
Balance as at 31 December 2022	<u>51,613</u>

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	5,500	5,500
Between one and five years	<u>6,483</u>	<u>11,983</u>
	<u>11,983</u>	<u>17,483</u>

Minimum lease payments receivable under non-cancellable operating leases also fall due within one year of £32,340 due between one and five years of £117,610 and due over 5 years of £3,825.

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
Fixed assets	385,568	-	385,568	396,406
Investments	2,686,786	-	2,686,786	2,813,550
Current assets	231,041	-	231,041	353,807
Current liabilities	<u>(134,849)</u>	<u>-</u>	<u>(134,849)</u>	<u>(117,899)</u>
	<u>3,168,546</u>	<u>-</u>	<u>3,168,546</u>	<u>3,445,864</u>

22. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	3,445,864	(277,318)	3,168,546
	<u>3,445,864</u>	<u>(277,318)</u>	<u>3,168,546</u>
TOTAL FUNDS	<u>3,445,864</u>	<u>(277,318)</u>	<u>3,168,546</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	712,624	(713,007)	(276,935)	(277,318)
	<u>712,624</u>	<u>(713,007)</u>	<u>(276,935)</u>	<u>(277,318)</u>
TOTAL FUNDS	<u>712,624</u>	<u>(713,007)</u>	<u>(276,935)</u>	<u>(277,318)</u>

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	3,047,725	398,139	3,445,864
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>3,047,725</u>	<u>398,139</u>	<u>3,445,864</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	657,614	(585,844)	326,369	398,139
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>657,614</u>	<u>(585,844)</u>	<u>326,369</u>	<u>398,139</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	3,047,725	120,821	3,168,546
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>3,047,725</u>	<u>120,821</u>	<u>3,168,546</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	1,370,238	(1,298,851)	49,434	120,821
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,370,238</u>	<u>(1,298,851)</u>	<u>49,434</u>	<u>120,821</u>

The general fund represents all cumulative surpluses of the charity and is available to use in furtherance of the charity's objectives as the trustees see fit.

The British Charolais Cattle Society
THE BRITISH CHAROLAIS CATTLE SOCIETY
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

23. EMPLOYEE BENEFIT OBLIGATIONS

The company operates a defined contribution insured pension scheme in respect of its employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £21,074 (2021 - £16,081). There were no outstanding or prepaid contributions.

24. RELATED PARTY DISCLOSURES

Alongside receiving reimbursement for expenses incurred, the trustees are also supporters of the activities of the charity through subscriptions which are charged at the same price as third party members.