

Company No. 01903405
Charity No. 292268

DONKEY BREED SOCIETY
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

Young & Co.
Chartered Accountants & Registered Auditors
St Ethelbert House
Ryelands Street
Hereford
HR4 0LA

DONKEY BREED SOCIETY

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DONKEY BREED SOCIETY

GENERAL INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2021

President	Mr J Porter	
Trustees (At date of approval)	Mrs T Affleck Miss C Bailey Mrs E Barrett Mrs K Bentley Mrs S Booth Ms E O Brown Mr T Bysouth Mr S Cherry Mrs R A Clarke	Mrs L Evans Mr N J Glover Mrs P Moon Mrs B Roger Mr R Sims Ms A Slater Mrs A Staveley (Vice-Chair) Mrs R Stronge Mrs C A Travell (Chairman) Mrs K Young
Society Secretary	Mrs C E Morse	
Charity and Registered Office	The Hermitage Pootings Edenbridge Kent TN8 6SD	
Bankers	Lloyds Bank plc Pall Mall Branch 8-10 Waterloo Place London SW1Y 4BE	
Legal Advisor to Council	Mr T Oddy The Old Barn Staden Lane Buxton Derbyshire SK17 9SZ	
Veterinary Advisor to Council	Mrs J L Eley BVSc MRCVS Hurstwood Cottage All Stretton Church Stretton Shropshire SY6 6LA	
Independent Examiner	Mr G John. F.C.A. Young & Co. Chartered Accountants St Ethelbert House Ryelands Street Hereford HR4 0LA	

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The trustees have pleasure in presenting their report and the unaudited financial statements of the charity for the year ended 31 December 2021, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS 102) (effective 1 January 2019).

CHAIRMAN'S REPORT

Trustee directors. Regional and Activity committee members, as well as ordinary Society members continue to use various online means of communicating and discussing Society matters. Zoom is our main means of connection and it continues to bring benefits of inclusivity for geographically spread members, as well as financial cost savings. Zoom has also been used for social gatherings such as quiz sessions. Council continues to act in its role of providing leadership and Governance of the Society's matters and encouraging promotion of the Society amongst the general public and donkey owner.

Breeding and Genetic Research

Our Stud book retains its status as a respected record of pedigree, enabling research to be done by breeders prior to undertaking any mating of prospective parents. Our Stud Book committee and its members continue to promote a responsible approach to breeding, particular amongst non-members, utilising social media platforms as well as our publications and website. Showing, and the opportunity to accumulate points in the show ring, or as a brood mare, was geographically patchy during 2021, with a return to near-normal in some areas, and no shows at all in others. Some awards were made, recognising the need to balance encouragement for those able to attend shows without alienating those who could not.

Statutory Matters

The Trustees, meeting as governing Council, continue to review Society activities to ensure adherence to the applicable legislation. 'Fit and Proper' declarations are required from all Trustees and are updated annually. General Data Protection Regulation (GDPR) training is given to all new occupants in roles that involve handling personal data, and reminders of Privacy notices are published in the annual magazine 'The Donkey'. Refresher training is also given on GDPR matters.

Further to an Extraordinary General Meeting held in September 2021, at which our Articles of Association were amended to allow General Meetings of members to be held electronically, the 2021 Annual General Meeting was again held via Zoom, which made it much easier for some members to 'attend' as they did not have to worry about travelling constraints. The expectation is that future Annual General Meetings will be carried out as 'hybrid' meetings, where some members physically attend and others attend via Zoom.

As a United Kingdom Breed Society, the Donkey Breed Society is a Passport Issuing Organisation, and has successfully managed these processes, in accordance with the ever-changing requirements, since 2003. The Society supports owners to enable them to meet their ever-changing legal obligations, which can, due to devolved government, differ in the various countries that make up the United Kingdom.

Welfare Objectives

The Donkey Breed Society continues to contribute to the maintenance of welfare standards by engaging with other equine welfare bodies at a national level and we continue to be a member of the National Equine Welfare Council.

During 2021 we have been unable to carry out all our usual physical events including display, exhibitions and general meetings with the public in order to pursue our welfare objectives as regard education of the wider public. We have, however, continued to ensure our website, social media and other publications include articles on general welfare and our Facebook pages continue to act as a first point of call for many who require guidance, either with their own donkeys, in advance of purchase or where they have a concern about donkeys potentially in need of assistance and protection. We support the work of Donkey Sanctuaries and Welfare Organisations worldwide with articles covering their activities included in our publications. We have also run online talks, given by experts in their field, covering various aspects of donkey welfare and we aim to build an online reference library of these in the future, ensuring the content is available to all.

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

Our Volunteers

The Society can only function because of the many unpaid volunteers who sit on the various committees or who act as Regional and Area Representatives and give up untold hours to support the Society's aims. There are 9 Regions in the Society supported by area representatives and there are 4 Society Committees with a number of committee members. There are also groups who look after the Active Donkey Award and the Stud Book. Meetings for these have been carried out online and have enabled the best to be made of a relatively physically inactive year, with many plans for the future including how to further develop the positives of using online interactions.

Public Engagement

2021 was a more active year than 2020, but still very much reduced from pre-Covid years. The London New Year's Day Parade went ahead but on a different basis and the DBS (along with other animals) was unable to take part. Palm Sunday, Nativity services, Parades, many Shows and a great number of local events did not take place due to the need, or wish, of members and the public to maintain social distancing. A new and highly successful event in 2021 for the Society was taking part in 'Your Horse Live'. This was a prestigious 3 day event held in Stoneleigh. The Society, plus 4 donkeys, were present for all 3 days, along with the Society shop selling donkey-related goods including educational books. An educational stand was present, talks were given by experts in various donkey-related fields (such as donkey-specific foot care) and members who manned the stand had an exhausting but highly productive time talking non-stop to a very wide ranging audience of the public.

Special Qualities

Donkeys have a wonderful ability to interact calmly and safely with members of society who have challenging needs. Despite physical contact being restricted during much of 2021, those instances where it has been permitted have been extra special and photographs of donkeys have brought much joy to those unable to get out and about. For many, the interaction with their own donkeys at home has assisted greatly in relieving mental health issues. With more people exploring the countryside, the numbers who have now 'met' these gentle creatures on new-found walks has greatly increased and it is often reported that families now include a donkey visit on their outings as it brings them all so much pleasure to interact with donkeys, albeit over a fence.

Regional Engagement

Regional Delegates and Area Representatives continue to be the grass roots of engagement with potential members and the wider public. As Covid restrictions have lifted, some areas have been able to hold socially distanced days, mainly focusing on outdoor events such as walks or picnics. There have been variations in levels of activity due to the personal confidence levels of members regarding meeting others but generally some face to face, albeit socially distanced, activities have taken place.

Media Engagement

Publications

The Society continues to produce an annual A4 colour magazine 'The Donkey' which is available for public purchase as well as three editions of a members' publication 'Bray Talk'. Newsletters are also produced in the Regions. Copies of these are available to members and also often distributed to vets, farriers, feed merchants and anyone who has expressed an interest in learning more about donkeys. Each publication invites advertisements and educational articles from stakeholder groups and includes informative articles from members as well as contact details for members of the public wishing to find out more.

Website and Social Media

The Society continues to engage with its members and the general public by both paper and online routes. The website has links to social media applications, such as Facebook and Twitter which are regularly accessed by members and a much wider public audience. Whilst much of the information shared is demonstrating correct care and use of donkeys, this also leads to a good deal of discussion and information sharing on best practices amongst both members and non-members and is a valuable tool for rapid response to public enquiry, particularly on welfare matters.

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

OUR PURPOSES AND ACTIVITIES

Purpose

The Donkey Breed Society is a company, limited by guarantee which was registered as a charity, (No 292268), on 05 August 1985. The purposes of the charity are to:

- preserve and improve the standard of Donkeys in general by breeding and to encourage the use, appreciation, well-being and protection of the Donkey by the general public and members of the Society
- to promote public education in the various arts and sciences in connection with the Donkey and the use, appreciation, care and management thereof
- to prevent cruelty to the Donkey and to help, including the option to provide financial assistance, and co-operate with people and Societies who provide for the care and protection of the Donkey in need thereof by reason of sickness, maltreatment, neglect, lack of knowledge, poor circumstances or other similar causes
- to promote and finance research into matters relating to the Donkey and the publication of the results thereof

Activities

We review our aims, objectives and activities each year. This review looks at what we have achieved and the outcomes of our work in the previous 12 months. The review looks at our successes in achieving the objects of the charity and the benefits they have brought to our long-eared friends and the people who look after them. The review also helps us ensure our aim, objectives and activities remained focused on our stated purposes. We have referred to the Charity Commission's general guidance on public benefit when reviewing our objectives and in planning our future activities. The Trustees are of the opinion the activities undertaken during the year provide public benefit not just in this country but elsewhere in the world.

During 2021 we increased our activity level from the enforced low of 2020, but many events where we would have been present, failed to run. In addition to attendance at Your Horse Live, as mentioned above, we carried out the following:

The Active Donkey Award Scheme (ADA)

Whilst opportunities for getting out and about with donkeys remained somewhat limited in 2021, the ADA scheme continued to encourage member to carry out varying activities with their donkeys. Many of these were shared on social media, such as Facebook, to promote both the capabilities and the welfare benefits of these type of events, particularly to inform non-members.

Driving

Competitive driving shows were very limited however members took their donkeys out for pleasure driving events as well as participating in events organised by local groups and other Societies. These events gave opportunities to show non-members the capabilities of donkeys, often amongst other members of the equine world.

Education

A full range of proficiency tests are available to all ages to download from our website. These are not restricted to members, although it is the members who in turn engage with the general public and pass on the standard of care required for a healthy donkey to live out its life to maximum potential. Our educational leaflets are aimed for use in group events, specifically for our club membership which are often attached to schools, although they are equally useful for individuals. Our range of other educational material includes the creation of online talks, which are then recorded and made available via YouTube.

We continue to maintain an Educational Bursary fund that is open to students, of any age, to assist with the acquisition of books and publications or tools and equipment that would enable the student to improve the welfare of donkeys, primarily in the United Kingdom but also throughout the World.

Our shop sells books and pamphlets concerning the care of donkeys, all of which are valuable tools to support the welfare of the animal. We recognise that education of the public is so fundamental to ensure a healthy and enjoyable lifestyle for donkeys, both in the United Kingdom and abroad.

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

Juniors

We continue to look for new ways to increase our Junior membership. They have had their own dedicated pages in our 'Bray Talk' publication, but with the aim of increasing participation we are now planning to create their own written publications. We also maintain separate pages on our website for juniors and encourage them to take part in competitions regionally and nationally.

Showing

The majority of shows did not run in 2021, but there was a slight increase in some geographical areas, namely in the Northern Region. Members who attended these shows promoted donkeys, their welfare and what a well-cared for and well-trained donkey could look like. No Judges seminars were held, and the National Championship Show did not run.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charitable company is run by a Council of Trustees who normally meet in person at least three times a year. The trustees are the directors for Companies Act purposes.

The company is limited by guarantee and in the event of a winding up every member of the Society, which includes the Trustees, and those who cease to be a member within one year of such an event, undertakes to contribute a sum not exceeding £10.00 to the assets of the Society. The Society is governed by the Memorandum and Articles of Association issued in 2006.

A number of committees exist in addition to Council. They assist in the operation of the Society and formally report to Council. Several individuals assist in the operation of the Society in a number of capacities, including a Secretary (Carol Morse) and a Treasurer (Barbara Whale F.C.A.).

Trustees are not remunerated as members of the council, although they may have their expenses reimbursed in particular situations or be remunerated, with Charity Commission approval, if they act in other capacities.

Invitations are regularly sought from members of the Society and members of the public, who wish to become members, to join committees and Council and take on other posts. Appointments to committees are subject to approval by existing committee members, with elections where necessary, and approval by Council. Appointments to Council and other posts are subject to approval by existing Council members with voting on a majority basis where elections are necessary.

The Chairman and Vice-Chairman of Council are appointed each year by their fellow members of Council from the pool of existing Council members. Elections are carried out for both posts with voting by existing Council members on a majority basis where there is more than one applicant for a post.

Other than the Chairman and Vice-Chairman, Council members may normally be appointed as a Regional Delegate, where their name is put forward by a Region, or National Member. Each is appointed for an initial three- year period, after which they may be re-appointed for a second three-year period. They are then expected to stand down unless there is no-one put forward to replace them. In addition, Chairmen of the various Society committees are co-opted onto Council on an annual basis. All new Council members are assessed as 'fit & proper' before appointment and are provided with induction packs and receive support from the other Council members, amongst others, upon taking up their role on Council.

The Society is aware that it is beneficial to continually refresh the makeup of Council but like many similar charities it is often unable to source new members. The following served as trustees throughout the financial year:

Mrs C A Travell (Chairman)	Mrs L Evans
Mrs T Affleck (appointed 20.02.2021)	Mr N J Glover
Miss C Bailey	Mrs P Moon
Mrs E Barrett (appointed 20.02.2021)	Mrs B Roger (appointed 20.02.2021)
Mrs K Bentley	Mr R Sims
Mrs S Booth (appointed 19.05.2021)	Ms A Slater
Ms E O Brown	Mrs A Staveley (Vice-Chairman)
Mr T Bysouth	Miss O Weaver (appointed 20.02.2021 & resigned 13.11.2021)
Mr S Cherry	Mrs K Young
Mrs R A Clarke	

Miss O Weaver resigned for personal reasons.

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

Trustees Serving More than Nine Years

Details of those Council members who served in 2020 and who have served for more than nine years in total are:

Mrs RA Clarke had been a member of Council continuously since April 2009, including as Chairman of Council from November 2012 until the end of 2020, prior to which she was a member for a number of years in a variety of roles; she has a life-long experience in the donkey world, enabling her to pass on her knowledge to others on Council and on the various committees she has attended, and is an expert in the provision of our services as a passport issuing organisation.

Mr N J Glover has been a member continuously since October 2004, serving as Chairman of the Finance Committee and for a period as Vice-Chairman; he is a Chartered Accountant who worked in the finance industry until taking retirement and has broad knowledge in a number of areas including corporate governance best practice and investment management.

Mrs CA Travell joined Council in November 2000 since when, other than one year away, she has held a variety of roles including Chairman and Vice-Chairman of Council; she is a most active member of the Society, currently in charge of the Supreme Championship Show and organiser of the Society's attendance at the London New Year's Day Parade. She was re-appointed as Chairman of Council in September 2020 for the ensuing year. With her professional experience she had guided the Society through the GDPR changes that were required within the Society.

FINANCIAL REVIEW

Results

As disclosed in the accompanying accounts, Society funds rose in 2021 by £7,092 from £194,293 to £201,385. Excluding investment gains and losses the regular society activities resulted in a deficit of £5,670 compared with £5,445 in the 2020. The level of deficit arising in 2021 is one that the Trustees consider to be acceptable at this time.

Income from passport issuing and transfer fees rose by 6.5% compared with 2020, although additional costs resulted in just a 1.1% increase in net income. Passport income continued to reflect a reduction due to the discounting we make in the fees for the issue of passports to The Donkey Sanctuary and other equine charities. In 2021 this amounted to £1,178 (2020 - £882).

Subscription income also held up due to more membership income being Gift Aided.

With some of the relaxation of Covid rules more regional events and activities were able to be held, which with income received from the sale of War Horse Memorial Purple Poppies and income generated by attending Your Horse Live resulted in an increase of over £3,090 in the income from Society Shows and Activities.

Shop and Sundry Income rose by £2,868 in part as we sold £1,458 of goods at Your Horse Live. In addition, sales of Christmas cards, books and DBS branded clothing increased by £536.

Expenditure increased in a number of related areas and also on Communication, reflecting the cost of improvements to the Society website. They were partly offset by a fall in the cost of donations made to other parties, reflecting the one off nature of the six £1,000 donations made to other equine sanctuaries in 2020 whose income had been adversely affected by Covid.

None of the trophies held by the Society are included at value in the financial statements, as the Trustees consider that they do not and would not generate income for the Society and they do not have a market value.

Principal Source of Funding

The Society's principal source of funding comes from its members, either from their membership fees, passport applications fees or entry fees and donations. These are supplemented by other donations and bequests which are not relied on when budgeting for future years.

Reserves Policy

The Trustees have examined the charity requirements for reserves. During the year the Trustees have reviewed the reserves policy and determined that the minimum level of unrestricted funds not committed or invested in tangible fixed assets held by the charity should remain at £12,000. At 31 December 2021 this was covered 16.2 times (2020 – 12.0 times) by the general unrestricted reserves after deducting stock and tangible fixed assets.

The reserves are needed to meet the working capital requirements of the charity and the Trustees are confident that they would be able to continue the normal activities of the charity in the event of a significant drop in future funding. Consideration is given each year, by the Trustees, as to what purpose any excess over the general unrestricted liquid funds target amount may be allocated to. No such allocations were made in 2021 as it had been anticipated there would be a deficit on the year and a deficit has also been budgeted for in 2022. At 31 December 2021 a total of £38,909 was allocated to designated purposes, including regional and area activities and education.

**DONKEY BREED SOCIETY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

Risk

The charity's trustees have ultimate responsibility for risk and so have regularly reviewed and assessed the risks they perceive the charity has in all areas of its work and plan for the management of those risks. The major risks are considered to be matters over which we have no initial control, such as a stock market crash or the failure of a financial institution. After assessing the other risks to which the charity could be exposed, particularly those related to low income and high operational costs, the Trustees are satisfied there are procedures in place to mitigate the impact of these.

Investment Policy

The Trustees have considered the funds available to it for investment and have identified a number of investments specifically designed for charities as meeting the needs of the company.

The majority of unrestricted reserves are held in these readily realisable investments. These are intended to provide both income and capital growth without exposing the Society to excessive risk. A similar policy is adopted for the restricted funds. The average rate of investment income returns on interest bearing bank account balances achieved in 2021 was around 0.90% (2020 - 1.16%); that achieved on investments was much higher at around 4.79% (2020 - 4.30%).

TRUSTEES' RESPONSIBILITIES

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of the charity's financial activities during the year and of its financial position at the end of the year. In preparing these financial statements the trustees are required to:

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

The trustees are responsible for the keeping of proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the trustees on 06 September 2022.

Signed on behalf of the board:


N J Glover (Sep 15, 2022 11:47 GMT+1)
Mr N Glover - Trustee

DONKEY BREED SOCIETY (1090452)

**INDEPENDENT EXAMINER'S
REPORT TO THE TRUSTEES
ON THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2021 which are set out on pages 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's report

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

- (1) accounting records were not kept in respect of the company as required by section 386 of the 2006 Act
or
- (2) the accounts do not accord with those accounting records
or
- (3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination
or
- (4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended practice for accounting and reporting by charities

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....
Mr G John F.C.A.
Chartered Accountant

Sep 16, 2022
.....
Date

Young & Co.
St Ethelbert House
Ryelands Street
Hereford
HR4 0LA

DONKEY BREED SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds		Restricted Funds	Total Funds	
		General £	Designated £	Funds £	2021 £	2020 £
Income	3					
Donations and Legacies		1,162	770	-	1,932	4,033
Charitable Activities		290	267	-	557	164
Other Activities		38,560	3,004	-	41,564	34,924
Investments		5,462	41	81	5,584	5,382
Total Income		45,474	4,082	81	49,637	44,503
Expenditure	4					
Cost of Raising Funds		14,678	3,600	132	18,410	12,609
Charitable Activities		32,707	4,190	-	36,897	37,339
Total Expenditure		47,385	7,790	132	55,307	49,948
Net Gains/(Losses) on Investments	5	12,579	-	183	12,762	-20,024
Net Income/Expenditure		10,668	-3,708	132	7,092	-25,469
Transfers Between Funds	6	-1,889	2,144	-255	0	0
Net Movement in Funds		8,779	-1,564	-123	7,092	-25,469
Total Funds Brought Forward		151,310	40,473	2,510	194,293	219,762
Total Funds Carried Forward		160,089	38,909	2,387	201,385	194,293

The statement of financial activities includes all gains and losses recognised in the financial year. All income and expenditure derive from continuing activities.

DONKEY BREED SOCIETY
BALANCE SHEET
AT 31 DECEMBER 2021

	Note	2021	2020
		£	£
Fixed Assets			
Tangible Assets	10	532	48
Investments	11	108,156	95,394
Total Fixed Assets		108,688	95,442
Current Assets			
Stock	12	5,851	7,338
Debtors	13	6,861	4,533
Cash at Bank		94,455	99,729
Total Current Assets		107,167	111,600
Creditors			
Amounts falling due within one year	14	14,470	12,749
Net Current Assets		92,697	98,851
Net Assets		201,385	194,293
Funds			
Unrestricted Income Funds			
General		160,089	151,310
Designated	17	38,909	40,473
Restricted Income Fund	17	2,387	2,510
Total Charity Funds		201,385	194,293

Financed by:

For the year ended 31 December 2021 the company was entitled to exemption from an audit conferred by section 477 (2) of the Companies Act 2006 relating to small companies.

The members have not required the directors to obtain an audit of its accounts for the year in question, in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with provisions applicable to companies subject to the small companies regime.

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and FRS102.

These financial statements were approved by the board and authorised for issue on '06 September 2022 and signed on their behalf by:

Carole Travell

Carole Travell (Sep 29, 2022 11:26 GMT+1)

.....
Mrs C A Travell – Chairman

DONKEY BREED SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 £	2020 £
CASH USED IN OPERATING ACTIVITIES			
Net Movement in Funds		7,092	-25,469
Add Back Depreciation	10	154	48
Deduct Investment (Gains)/Losses		-12,762	20,024
Deduct Income shown in Investing Activities		-5,584	-5,382
Decrease/(Increase) in Stock		1,487	874
Decrease/(Increase) in Debtors		-2,328	-1,069
Increase/(Decrease) in Creditors		1,721	-4,519
		<u>-10,220</u>	<u>-15,493</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income		5,584	5,382
Acquisition of Fixed Assets		- 638	-
		<u>4,946</u>	<u>5,382</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS IN THE YEAR		-5,274	-10,111
Cash and Cash Equivalents at the beginning of the year		99,729	109,840
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>94,455</u>	<u>99,729</u>

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1 ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) Basis of Preparation of the Financial Statements

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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Donkey Breed Society 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).

(b) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met and it is probable that the income will be received, and the amount can be measured reliably.

For subscription income Annual Memberships entitlement is taken on the date of receipt on the basis refunds are not given. However, entitlement to Four Year Membership income is taken in four equal instalments on the anniversary date of receipt. Subscription income appertaining to future years is included on the Balance Sheet in Deferred Income.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, the legacy is treated as a contingent asset and disclosed in the notes to the accounts, if material.

Interest on funds held on deposit and investment income is included when receivable and the amount can be measured reliably by the charity.

(c) Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer costs of the members are not recognised. Reference to the trustees' annual report should be made for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

(d) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings: -

- Costs of raising funds and expenditure on charitable activities; irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.
- Administration costs are allocated between the costs of fund raising and charitable activities on a mixture of a time and costs basis. These include the costs of outsourcing the secretarial facilities for the charity as it does not have any business premises.

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

(e) Tangible Fixed Assets

All expenditure incurred, or goods received by way of donation are capitalised as fixed assets where the value is in excess of £500.

Depreciation is calculated so as to write off the cost of tangible fixed assets less their estimated residual value over their estimated useful lives at a rate of 20% per annum.

(f) Investments

Investments are highly liquid but held for long term gain; they are stated at market value at the balance sheet date, as determined by the respective investment managers, with any gain or deficit on revaluation being taken through the statement of financial activities. Gains or deficits on realisation are also treated in the same manner.

(g) Stocks

All stock is bought in and is valued at the lower of cost or net realisable value after making, due allowance for slow moving or obsolete items. Net realisable value is based on the estimated selling price after deducting costs of distribution.

(h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(i) Cash at Bank and in Hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(j) Creditors and Provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(k) Financial Instruments

The Society only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

(l) Taxation

Under section 478 CTA 2010 the company is exempt from tax on certain profits. However, when the income from its animal passport scheme exceeds 25% of the total incoming resource it is subject to corporation tax at the rate applicable to the size of the company.

(m) Funds

The charity maintains an unrestricted fund consisting of a general fund, which is for use in accordance with the objectives of the company at the Trustees discretion and a designated fund where funds have been set aside by the Trustees from general funds for specific purposes.

There is also a restricted fund consisting of several sub funds where the funds can only be used for the purpose for which they were set up in accordance with the restrictions made by the donor.

2 LEGAL STATUS

The Society is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The total number of such guarantees at 31 December 2021 was 696 (2020 – 686).

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted Funds	Total Funds	
	General	Designated	Funds	2021	2020
	£	£	£	£	£
3 INCOME					
Donations and Legacies					
Bequests	-	-	-	-	1000
Donations, including Gift Aid	1,162	770	-	1,932	3,033
	<u>1,162</u>	<u>770</u>	<u>-</u>	<u>1,932</u>	<u>4,033</u>
The Donkey Breed Society benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in these accounts.					
Charitable Activities					
Breeding Standards	290	-	-	290	0
Education	-	-	-	0	0
Welfare	-	267	-	267	164
	<u>290</u>	<u>267</u>	<u>-</u>	<u>557</u>	<u>164</u>
Other Activities					
Advertising	1,474	-	-	1,474	1,859
Passport Issuing Organisation	12,379	-	-	12,379	11,621
Shop and Sundry Income	3,659	-	-	3,659	791
Society Shows and Activities	1,039	2,644	-	3,683	593
Subscriptions, including Gift Aid	20,009	360	-	20,369	20,060
	<u>38,560</u>	<u>3,004</u>	<u>-</u>	<u>41,564</u>	<u>34,924</u>
Investment Income					
Interest bearing Bank Accounts	598	41	10	649	838
Investments	4,864	-	71	4,935	4,544
	<u>5,462</u>	<u>41</u>	<u>81</u>	<u>5,584</u>	<u>5,382</u>
4 EXPENDITURE					
Cost of Raising Funds					
Administration	1,160	177	-	1,337	1,144
Passport Issuing Organisation	8,271	-	-	8,271	7,560
Promotional	1,491	-	-	1,491	419
Shop and Sundry Purchases	3,756	-	-	3,756	1,564
Society Shows and Activities	-	3,423	132	3,555	1,922
	<u>14,678</u>	<u>3,600</u>	<u>132</u>	<u>18,410</u>	<u>12,609</u>
Charitable Activities					
Administration	15,712	-	-	15,712	14,591
Communication - Members and the Public	14,576	3,346	-	17,922	13,749
Donations	2	-	-	2	6,974
Education, including Grants	-	836	-	836	188
Governance Meetings	900	8	-	908	547
Professional Charges	1,110	-	-	1,110	1,220
Breeding Standards	407	-	-	407	70
	<u>32,707</u>	<u>4,190</u>	<u>-</u>	<u>36,897</u>	<u>37,339</u>

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted Funds	Total Funds	
	General £	Designated £	£	2021 £	2020 £
5 NET GAINS/(LOSSES) ON INVESTMENTS					
Revaluation of Investments	12,579	-	183	12,762	-20,024
	<u>12,579</u>	<u>-</u>	<u>183</u>	<u>12,762</u>	<u>-20,024</u>
6 TRANSFERS BETWEEN FUNDS					
Allocations to/from General Fund	-426	426	-	0	0
Net Committee Costs	-1,463	1,718	-255	0	0
	<u>-1,889</u>	<u>2,144</u>	<u>-255</u>	<u>0</u>	<u>0</u>

7 NET INCOME/EXPENDITURE FOR THE YEAR

This is stated after charging:

Depreciation, including loss on disposal	154	48
Accountancy Services	1,110	1,220
	<u>1,110</u>	<u>1,220</u>

8 STAFF COSTS AND NUMBERS

The company does not employ any staff, nor does it remunerate any trustees in their position as trustee.

Payments to members and officers for services provided, including travel were:

Key Officers	14,934	14,351
Other Fees	3,644	3,554
Expenses Paid to 7 individuals (2020 - 11)	1,462	1,300
	<u>20,040</u>	<u>19,205</u>

For details of amounts paid to trustees please refer to note 19

9 TAXATION

Agreement has been reached with H M Revenue & Customs as to which activities fall outside the exemptions available to charities under section 478 of the Corporation Taxes Act 2010. The following liability relates to taxation on those activities.

UK Corporation tax at 19.00% (2020 - 19.00%)	-	-
	<u>-</u>	<u>-</u>

10 TANGIBLE FIXED ASSETS

	Equipment	
Cost		
Brought forward	734	734
Additions	638	0
	<u>1,372</u>	<u>734</u>
Carried forward	1,372	734
Depreciation		
Brought forward	686	638
Charge for the year	154	48
	<u>840</u>	<u>686</u>
Carried forward	840	686
Net Book Value	<u>532</u>	<u>48</u>

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted Funds	Total Funds	
	General	Designated	Funds	2021	2020
	£	£	£	£	£
11 INVESTMENTS					
M&G Charifund Unit Trust at mid-market valuation					
Brought forward	94,021	-	1,373	95,394	115,418
Valuation Gains/Losses	12,579	-	183	12,762	-20,024
	<u>106,600</u>	<u>-</u>	<u>1,556</u>	<u>108,156</u>	<u>95,394</u>
M&G Charifund Unit Trust at cost					
Brought forward	47,915	-	176	48,091	48,091
Carried forward	<u>47,915</u>	<u>-</u>	<u>176</u>	<u>48,091</u>	<u>48,091</u>
12 STOCK					
Goods for Own Use	816	1,994	-	2,810	3,090
Goods for Resale	2,766	275	-	3,041	4,248
	<u>3,582</u>	<u>2,269</u>	<u>-</u>	<u>5,851</u>	<u>7,338</u>
13 DEBTORS					
Trade Debtors	1,378	80	-	1,458	603
Prepayments	906	-	-	906	798
Accrued Income	4,497	-	-	4,497	3,132
	<u>6,781</u>	<u>80</u>	<u>-</u>	<u>6,861</u>	<u>4,533</u>
14 CREDITORS - amounts falling due within one year					
Deferred Income	5,940	-	-	5,940	4,602
Other Creditors and Accruals	4,934	3,596	-	8,530	8,147
	<u>10,874</u>	<u>3,596</u>	<u>-</u>	<u>14,470</u>	<u>12,749</u>
15 ANALYSIS OF NET ASSETS BETWEEN FUNDS					
Tangible Fixed Assets	532	-	-	532	48
Investments	106,600	-	1,556	108,156	95,394
Current Assets	63,831	42,505	831	107,167	111,600
Current Liabilities	-10,874	-3,596	-	-14,470	-12,749
Net Assets	<u>160,089</u>	<u>38,909</u>	<u>2,387</u>	<u>201,385</u>	<u>194,293</u>
16 MOVEMENT IN FUNDS					
Brought Forward	151,310	40,473	2,510	194,293	219,762
Incoming Resources	45,474	4,082	81	49,637	44,503
Resources Expended	-47,385	-7,790	-132	-55,307	-49,948
Other Recognised Gains or Losses	12,579	-	183	12,762	-20,024
Transfers	-1,889	2,144	-255	0	0
Carried Forward	<u>160,089</u>	<u>38,909</u>	<u>2,387</u>	<u>201,385</u>	<u>194,293</u>

DONKEY BREED SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

17 PURPOSES OF FUNDS

	Brought Forward	Income	Expenditure	Transfers	Carried Forward
	£	£	£	£	£
Designated Funds					
Communications Fund	1,127	10	-1,650	513	0
Educational Bursary Fund	2,550	103	-	1	2,654
Educational Fund	18,454	-	-	1	18,455
Emergency Fund	2,784	-	-	-	2,784
L W Morris Bequest	845	8	-	-8	845
Regional and Area Funds	13,283	2,966	-4,097	424	12,576
Society Committees	1,430	995	-2,043	1,213	1,595
Carried Forward	<u>40,473</u>	<u>4,082</u>	<u>-7,790</u>	<u>2,144</u>	<u>38,909</u>

Communications Fund	The development of better communications with members and the public
Educational Bursary Fund	The provision of assistance to students in improving donkey welfare
Educational Fund	Educational projects aimed at improving the public's knowledge of the donkey
Emergency Fund	For the immediate specific needs of the donkey in times of crisis
L W Morris Bequest	The income is to be used for educational purposes
Regional and Area Funds	The provision of resource for members in their local areas
Society Committees	For the improvement of education and welfare of the donkey

Restricted Funds

Heyes Bequest	521	5	-	-255	271
The Summerhays Memorial Trust	1,989	259	-132	-	2,116
Carried Forward	<u>2,510</u>	<u>264</u>	<u>-132</u>	<u>-255</u>	<u>2,387</u>

Heyes Bequest	The provision of funds for the Active Donkey Award Scheme
The Summerhays Memorial Trust	The provision of funds to recognise the top brood mares each year

Income includes gains on investments, whilst expenditure includes losses on investments.

18 CONTROL

The company is controlled by the directors, who are the trustees for charity purposes.

19 RELATED PARTIES

The Trustees and their families are considered to be related parties; transactions with them during the financial year were:

	2021	2020
Mrs R A Clarke has been paid, with the approval of the Charity Commission, for the provision of services on behalf of the Society	3,644	3,554
Trustees have been paid or refunded travel and other expenses in attending to Society matters	80	-150
2021 - 1 Trustees (2020 - 1 Trustees)		