

THE KENNEL CLUB CHARITABLE TRUST

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

REGISTERED CHARITY NO. 327802

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CONTENTS

TRUSTEES' REPORT	2
STATEMENT OF TRUSTEES' RESPONSIBILITIES	7
AUDITORS' REPORT.....	8
STATEMENT OF FINANCIAL ACTIVITIES.....	12
BALANCE SHEET	13
NOTES ON THE FINANCIAL STATEMENTS.....	14

THE KENNEL CLUB CHARITABLE TRUST
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

The Kennel Club Charitable Trust is a registered charity (No. 327802) and is governed by its Trust Deed dated 3 May 1988.

Patron

Her Majesty The Queen is the Trust's Patron.

Vice-President

Sir John Spurling KCVO OBE is the Trust's Vice-President.

Trustees

The following have been the Trustees throughout the period covered by the attached financial statements (except where stated):

Revd W King (Chairman)
Mrs J Millard
Professor M Herrtage
Dr A Higgins
Mr G Hill
Mrs R Smart

The Trustees met on five occasions during the year to consider the business of the Trust and the making of grants. The Trustees receive no remuneration or benefits from their position, but their expenses connected with the Trust are reimbursed by the Kennel Club Limited (see Note 3).

Ambassadors

The following have been Ambassadors for the Trust throughout the year (except where stated):

Mr R Morland	East Anglia
The late Mrs I E Terry	South East
Mr M L Vines	Gloucestershire/Avon
Mr A R J Morgan	South Wales
Mr S Jones	North Wales
Mrs M Hennis	Scotland

When called upon, the Ambassadors (like the Trustees) represent the Trust whenever appropriate (for example, ceremonially accepting donations to the Trust or inspecting applicants for grants who are unknown to the Trustees). In these ways the existence and Objects of the Trust can be made known to a wider audience, and the reputation of the Trust can be protected.

The Trustees also wish to note with sadness the passing of Mrs I E Terry who passed away in 2022 and wish to record their thanks for all the support Mrs I E Terry provided over the years to the Charity as an ambassador.

THE KENNEL CLUB CHARITABLE TRUST
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

Administration Details

The Principal Office of the Trust is:

The Kennel Club Limited
10 Clarges Street
Piccadilly
London W1J 8AB

Bankers:

Barclays Bank plc
Barnet and Hampstead Business Centre
London N20 0WE

Metro Bank plc
One Southampton Row
London
WC1B 5HA

Auditors:

BDO LLP
55 Baker Street
London
W1U 7EU

Investment Advisors:

CCLA Investment Management Ltd
80 Cheapside
London EC2V 6DZ

THE KENNEL CLUB CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 DECEMBER 2021

Charitable Objectives

The Objects of the charity can be summarised as being:

1. To promote the advancement of education and science by furthering research into canine diseases and hereditary disorders of dogs.
2. To promote the quality of life of human beings by promoting dogs as therapeutic and practical aids to humans.
3. To promote the relief of suffering of dogs which are in need of care and attention.

These Objects have applied since the foundation of the Trust in 1988.

Financial statements

The accompanying financial statements cover the year ended 31 December 2021.

The Trustees consider that, in the context of the substantial liquid assets available to the charity in the form of cash and investments, the going concern basis on which the accounts are prepared is appropriate and that applicable accounting standards and statements of recommended practice have been followed.

Review of the year and future developments

The Trust's total outgoings for 2021 were £686K (2020 - £721K). Of these amounts £496K (2020 - £622K) represented grants made by the Trust.

Total income was £909K compared with £899K in 2020. Thus, together with investment income from the Trust's investment portfolio, there was a net inflow before adding unrealised gains on investments of £223K (2020 - net inflow £179K). Together with a net unrealised gain on the value of investments amounting to £274K (2020 - £116K), current year funds increased by £497K; in the prior year there was an increase of £295K. Since the year end, in common with investment markets generally and due to economic and geopolitical uncertainty, the Trust's investment portfolio has fallen in value by £250k by 30 June 2022.

Scientific grants amounted to £403K (2020 - £210K), including to the re-formed Kennel Club Genetics Centre in partnership with the University of Cambridge .

Non-scientific grants amounted to £94K (2020 - £412K), made to a total of 15 recipient bodies, including to the International Canine Health Awards.

Details of all grants made are shown in Note 2.

The Trustees launched the charity's new fundraising strategy in May 2021, to develop its own fundraising income streams, increasing the financial resilience of the Trust, providing additional resources to fund canine medical research, and to reduce reliance on donations from the Kennel Club in funding the Trust's activities.

Investments and Cash Balances

The Trustees, advised by their professional investment advisors, follow an investment policy which seeks balanced income and capital growth, with a moderate attitude to risk, and within ethical parameters which they have defined recognising the Trust's charitable purpose. The Trust's investments are represented by units in CCLA's Charities Investment Fund.

THE KENNEL CLUB CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 DECEMBER 2021

Investments and Cash Balances (continued)

There was no change in the content of the Trust's investment portfolio during 2021. The market value of the holdings has increased by £274K. With an income yield of about 3%, the total return was therefore just less than 17%.

CCLA, our investment managers and advisers, have a benchmark of achieving an inflation (RPI) adjusted return of an average of 5% pa over the business cycle (say 5-7 years); and also measure their performance against a composite comparator index.

The Trust's cash balances increased over the year by £217K (2020 increase of £162K).

Reserves

The Trust's reserves increased by £497K (2020: increase of £295K) to £ 3,108K.

The Trust had, at 31 December 2021, committed £816K in grants over the next 2 years (see Note 9). In addition, further commitments have been made since the year end.

The Trustees wish to see the level of the Trust's support increase over the next few years, and to be in a position to meet such requests as are considered worthy of support. The fundraising strategy referred to above is a key element in achieving this objective. This includes the welfare objective of the Trust, given an increasing emphasis on breed rescue, in addition to general welfare groups, and the welfare of dogs caught up in international conflict zones.

In the context of the Trust's future grant commitments and its aspirations, the Trustees seek to hold an amount of at least two years' future grants in reserves. As at 31 December 2021, reserves represented significantly greater than this level and the Trustees will be reviewing this area over the coming year, including being informed by Kennel Club strategy in health and welfare.

Risks

The Trustees have considered the major risks to which the Trust may be exposed and concluded that they have in place controls which could reasonably be expected to manage and control (but not eliminate) those risks, and thus protect the financial and reputational standing of the Trust.

Grant making policy

All applications are fully considered by the Trustees against specific criteria and with the support of specialist advice where appropriate. The latter includes peer review of substantial scientific applications. Grants are approved by the Trustees collectively. Generally, applications purely for building costs, or requests from individuals or from organisations whose concern is not predominantly with the dog do not receive favourable attention.

The Trust's work is advertised through the Kennel Club website, in the Kennel Club Journal and by direct contact with individuals, societies and universities, as well as in the Directory of Grant Making Trusts and other listings of charities.

Furthermore, the Trustees are continuing their attempts to develop wider publicity programmes, including at Crufts, in order to bring the Trust's activities to a wider audience, of both benefactors and applicants for the Trust's funding.

Recruitment, induction and training of Trustees

The policy for recruitment of new Trustees is to consider nominations from the existing Trustees and from the Board of the Kennel Club Limited. Induction and training are conducted by encouraging a potential Trustee to attend a "trial" meeting of the Trustees, and by providing copies of the Trust Deed, the latest accounts and Minutes, and the Charity Commission's booklet "The Essential Trustee". Where the individual is inexperienced in the role of being a Trustee, one-on-one training may be provided.

THE KENNEL CLUB CHARITABLE TRUST
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

Public Benefit

The Trustees are fully aware of the Charity Commission's requirements on the subject of public benefit.

The whole purpose of the Trust is to improve the health and welfare of dogs, and to provide healthy and trained canine companions to human beings.

The Trust accepts grant applications across a broad base and within the Objects of the charity. It operates an open process, assessing applications on the basis of credibility of the applicant, the assessed efficiency of the proposed object for support, and the likely ability of the recipient to fund themselves on a continuing basis.

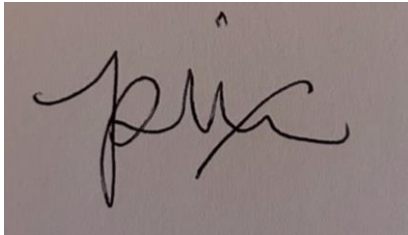
The list of grants in Note 2 to the accounts indicates the institutions supported, and Press Releases expand on some of these case studies.

The Trustees believe that the Trust clearly provides a public benefit, without discrimination, and that each of its Objects incorporates this feature in positive terms.

Thanks

The Trustees wish to thank Her Majesty The Queen for her continuing interest and support; Sir John Spurling for his encouragement and expertise in his role as Vice-President; the Trust's Ambassadors; all donors and all the recipients of our grants who work for the benefit of dogs and their health and welfare.

On behalf of the Trustees:

A handwritten signature in black ink, appearing to read 'J Millard', on a light-colored background.

Mrs J Millard

Date 7 December 2023

THE KENNEL CLUB CHARITABLE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102.

Charity law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under charity law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for the period.

In preparing those financial statements the Trustees are required to:

- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and regulations made thereunder. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE KENNEL CLUB CHARITABLE TRUST
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE KENNEL CLUB CHARITABLE TRUST

Opinion on the financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2021 and of its incoming resources and application of resources 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 Charities Act 2011.

We have audited the financial statements of The Kennel Club Charitable Trust ("the Charity") for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remain independent of the Charity in accordance with the ethical requirements 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.

Conclusions related 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 Charity'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 Report and Financial Statements, other than the financial statements and our auditor's report 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. 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 there is 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.

THE KENNEL CLUB CHARITABLE TRUST
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE KENNEL CLUB CHARITABLE TRUST (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion;

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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 Charity'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 Charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Non-compliance with laws and regulations

Based on:

- Our understanding of the Charity and the sector in which it operates;
- Discussion with management and those charged with governance; and
- Obtaining and understanding of the Charity's policies and procedures regarding compliance with laws and regulations.

We considered the significant laws and regulations to be The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Companies Act 2006, the Charities Act 2011, Corporate and VAT legislation, Health and Safety and the Bribery Act 2010.

The Charity is also subject to laws and regulations where the consequence of non-compliance could have a material effect on the amount or disclosures in the financial statements, for example through the imposition of fines or litigations. We identified such laws and regulations to be the health and safety legislation.

THE KENNEL CLUB CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE KENNEL CLUB CHARITABLE TRUST (continued)

Our procedures in respect of the above included:

- Review of minutes of meeting of those charged with governance for any instances of non-compliance with laws and regulations;
- Review of correspondence with regulatory and tax authorities for any instances of non-compliance with laws and regulations;
- Review of financial statement disclosures and agreeing to supporting documentation; and
- Review of legal expenditure accounts to understand the nature of expenditure incurred.

Fraud

We assessed the susceptibility of the financial statements to material misstatement, including fraud. Our risk assessment procedures included:

- Enquiry with management and those charged with governance regarding any known or suspected instances of fraud;
- Obtaining an understanding of the Charity's policies and procedures relating to:
 - Detecting and responding to the risks of fraud; and
 - Internal controls established to mitigate risks related to fraud.
- Review of minutes of meeting of those charged with governance for any known or suspected instances of fraud;
- Discussion amongst the engagement team as to how and where fraud might occur in the financial statements; and
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

Based on our risk assessment, we considered the areas most susceptible to fraud to be revenue recognition and management override of controls.

Our procedures in respect of the above included:

- Testing a sample of journal entries throughout the year, which met a defined risk criteria, by agreeing to supporting documentation;
- Reviewing a sample of revenue transactions for evidence of whether the revenue has been recognised correctly;
- Assessing significant estimates made by management for bias; and
- Incorporating an element of unpredictability in our testing.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.


A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's ("FRC's") website at:

<https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

THE KENNEL CLUB CHARITABLE TRUST
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE KENNEL CLUB CHARITABLE TRUST (continued)

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:


D1FB52C82A114D7...
Philip Cliftlands (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
BDO LLP, statutory auditor
London, UK
Date 08 December 2023

BDO LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

THE KENNEL CLUB CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES YEAR ENDED 31 DECEMBER 2021

	<u>Notes</u>	<u>2021</u> Unrestricted £	<u>2021</u> Restricted £	<u>2021</u> Total £	<u>2020</u> Total £
INCOME					
Donations received		710,989	74,063	785,052	775,560
Donations in kind					
Costs borne by the Kennel Club	3	67,545	-	67,545	67,545
Deposit interest		-	-	-	31
Interest and dividends on investments		56,685	-	56,685	56,097
		<hr/>	<hr/>	<hr/>	<hr/>
		835,219	74,063	909,282	899,233
		<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURE					
Charitable expenditure					
Promotional costs borne by the Kennel Club	3	67,545	-	67,545	67,545
Fundraising		122,224	-	122,224	31,080
Scientific and Research project support	2	268,053	134,500	402,553	209,714
Other Grants made	2	23,534	70,000	93,534	412,366
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURE		481,356	204,500	685,856	720,705
		<hr/>	<hr/>	<hr/>	<hr/>
Unrealised gain on investment assets	4	260,191	13,694	273,885	116,060
		<hr/>	<hr/>	<hr/>	<hr/>
NET SURPLUS FOR THE YEAR		614,054	(116,743)	497,311	294,588
		<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at 1 January 2021		1,921,366	689,307	2,610,673	2,316,085
		<hr/>	<hr/>	<hr/>	<hr/>
at 31 December 2021		2,535,420	572,564	3,107,984	2,610,673
		<hr/>	<hr/>	<hr/>	<hr/>

All amounts arise from continuing activities.

All gains and losses in the year are included in the Statement of Financial Activities.

The notes on pages 14 to 21 form part of these accounts.

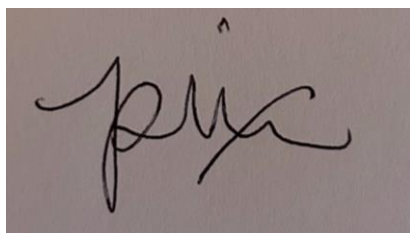
THE KENNEL CLUB CHARITABLE TRUST
BALANCE SHEET
AS AT 31 DECEMBER 2021

	<u>Notes</u>	£	<u>2021</u>	£	£	<u>2020</u>	£
FIXED ASSETS							
Investments	4		2,204,627			1,930,742	
CURRENT ASSETS							
Debtors and accrued income	6	14,481			13,898		
Cash at bank and on short term deposit	5	<u>888,876</u>			<u>672,283</u>		
			903,357			686,181	
CURRENT LIABILITIES							
Creditors				-		(6,250)	
NET CURRENT ASSETS							
			903,357			679,931	
NET ASSETS							
			<u>3,107,984</u>			<u>2,610,673</u>	
UNRESTRICTED ACCUMULATED FUND							
			2,535,420			1,921,366	
RESTRICTED FUNDS							
	7		572,564			689,307	
			<u>3,107,984</u>			<u>2,610,673</u>	

These accounts have been prepared in accordance with the special provisions relating to small entities regime in accordance with the provisions of FRS102 Section 1A - Small Entities.

The notes on pages 14 to 21 form part of these accounts.

The financial statements on pages 12 to 21 were approved and authorised for issue by the Trustees and signed on their behalf on 7 December 2023 by:



Mrs J Millard

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

1 ACCOUNTING POLICIES

(a) Basis of accounting

The entity is a trust established in England at 10 Clarges Street, London W1J 8AB. The financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland, including the October 2019 amendments.

The financial statements have been prepared under the historical cost convention.

The accounts of the Charity have been prepared on a going concern basis.

The Charity meets the definition of a public benefit entity under FRS 102.

A summary of the accounting policies, which have been applied consistently, is set out below.

(b) Critical accounting judgements and estimations

In preparing the financial statements, the trustees are required to make estimates and judgements. The items in the financial statements where these judgments and estimates have been made include:

(i) Accruals - The estimate for payables relates to the liabilities not settled at the year end. A review is performed on an individual creditor basis to estimate the amount will be collected.

(c) Cash flow statement

As a qualifying entity (for the purposes of FRS 102 Section 1A Small Entities), the charitable entity has taken advantage of the reduced disclosure framework exemption from requirement to prepare a statement of cash flows.

(d) Donations and legacies

Donations are accounted for as soon as there is an entitlement and the amount is measurable and receipt probable.

A donation in kind was received during the year from The Kennel Club amounting to £67,645 (2020) £67,545). Donated services are recognised when the benefit to the charity is reasonably quantifiable. The value placed on these resources is the estimated value to the charity of the service received.

(e) Investments and investment income

Investments are included at market value as required by the Statement of Recommended Practice. Unrealised gains or losses on revaluation are included in the Statement of Financial Activities. Investment income is included on an accruals basis.

The Trust's investments are represented by units in CCLA's general investment fund. Any charges form part of the movement in the price of those units.

(f) Research project support and grants made

Research project support and grants made are charged to expenditure when performance conditions are met and payment is approved. Where grants are expected to span more than one year, subsequent years' awards are subject to conditions (for example, the requirement for progress reports to be presented to the Trustees) and are shown as Commitments (see Note 9).

(g) Employees

There were no employees during the year (2020 - Nil).

(h) Cash and cash equivalents

Cash at bank and cash in hand includes cash and short term highly liquid investments with a maturity of three months, from the date of acquisition, or less and bank overdrafts. All cash and short-term deposits are basic instruments and are measured at amortised cost.

(i) Debtors

Trade and other debtors are recognised at the settlement amount.

(j) Financial instruments

The trust 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.

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021 (*continued*)

2	DIRECT CHARITABLE EXPENDITURE	<u>2021</u>	<u>2020</u>
		£	£
	Payments from unrestricted funds		
	Animal Health Trust - KC Genetics Centre	-	69,000
	Animal Health Trust	-	9,000
	Royal Veterinary College	96,448	93,838
	Roslin Institute	-	-
	University of Cambridge	157,512	24,876
	University of Birmingham	-	3,000
	University of Glasgow	-	10,000
	University of Edinburgh	<u>14,093</u>	<u>-</u>
		<u>268,053</u>	<u>209,714</u>

THE KENNEL CLUB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2021 *(continued)*

2	DIRECT CHARITABLE EXPENDITURE (CONTINUED)	2021 £	2020 £
	Payments from unrestricted funds		
	<i>Educational and other grants</i>		
	Angels Small Paws Dog Rescue	-	3,000
	Association of Dogs and Cats homes	4,200	-
	Autism at Kingwood	9,300	9,300
	British Veterinary Nurses Association	-	6,000
	Cathryn Mellersh	459	1,689
	Charge University of Pennsylvania	-	37,003
	Committed giving	48	-
	Dane Care Charitable Trust	-	3,000
	Douge de Bordeaux Welfare	-	1,500
	Friends for Life	-	9,000
	Garbo's GSD Rescue	-	3,000
	Geordie Bullies Springboard Rescue	-	3,000
	Gordon Brothers International LLC	-	10,871
	Great Dane Care Charitable Trust	-	5,000
	Greyhound Gap	-	27,500
	H R H Logistics Ltd	-	1,980
	Innov8ive Software (Anilog)	-	9,310
	K9 Rescue Remedy	-	2,000
	Lancashire German Shepherd Rescue	-	1,500
	Mrs D Rennie - PDSA	-	146
	North Clwyd Animal Rescue	-	5,000
	Our Special Friends Lts	5,000	5,000
	PDSA	44	21,916
	Pet Food Bank Service	-	5,000
	Pet Fostering Service Scotland	-	5,000
	Phoenix Enterprises (swindon) Ltd	-	3,024
	Refuge4Pets	-	5,000
	Rain Rescue	-	5,000
	Rotherm Dog Rescue	-	3,000
	Samfundet Folkhalsan	-	5,000
	Special Boat Services Association	-	5,000
	Teckels Animal Sanctuaries	-	3,000
	Three Counties Dog Rescue	-	3,000
	Wageningen Livestock Research	4,483	4,227
	West of England CKCS Club Welfare	-	2,000
	Young Gloucestershire	-	20,900
		<hr/> 23,534	<hr/> 235,866

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021 (continued)

2	DIRECT CHARITABLE EXPENDITURE (CONTINUED)	<u>2021</u> £	<u>2020</u> £
	Payments from restricted funds		
	Scientific and Research project support		
	International Canine Health Awards	70,000	61,000
	Emergency award Payment	-	48,000
	KC Genetics Centre	134,500	67,500
		<hr/>	<hr/>
		204,500	176,500
		<hr/>	<hr/>
	Educational and other grants	-	-
		<hr/>	<hr/>
		204,500	176,500
		<hr/>	<hr/>
	Summary		
	<i>Unrestricted:</i> Scientific and research project support	268,053	209,714
	Educational and other grants	23,534	235,866
		<hr/>	<hr/>
		291,587	445,580
		<hr/>	<hr/>
	<i>Restricted:</i> Scientific and research project support	70,000	61,000
	Emergency Award payment	-	48,000
	KC Genetics Centre	134,500	67,500
		<hr/>	<hr/>
		204,500	176,500
		<hr/>	<hr/>
		496,087	622,080
		<hr/> <hr/>	<hr/> <hr/>

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021 (continued)

3 DONATIONS IN KIND

The following donations in kind were received free of charge:

- The Kennel Club Limited provides Trustees' indemnity insurance at a cost of £2,500 (2020 - £2,500);
- The Kennel Club Limited pays for the annual audit of the Kennel Club Charitable Trust, costing £1,500 (2020 - £1,500);
- The Kennel Club Limited provides support for marketing, fundraising and administrative activities, estimated at a cost of £67,545 (2020 - £67,545); and
- The Kennel Club Limited paid expenses of the Trustees amounting to approximately £0 (2020: £0).

Donations in kind have been accounted for in the Statement of Financial Activities.

4 INVESTMENTS

	<u>2021</u> £	<u>2020</u> £
Quoted investments		
At market value:		
At 1 January	1,930,742	1,814,682
Unrealised gain	273,885	116,060
Disposal	-	-
	<hr/>	<hr/>
At 31 December	2,204,627	1,930,742
	<hr/> <hr/>	<hr/> <hr/>
Historical cost at 31 December	1,087,837	1,087,837
	<hr/> <hr/>	<hr/> <hr/>

At 31 December 2021, investments comprised 107,196 Charities Investment Fund Income Units (2020 – 107,196).

5 CASH AT BANK AND ON SHORT TERM DEPOSIT

The Trust's cash reserves were invested as follows:

	<u>2021</u> £	<u>2020</u> £
Current account with Barclays Bank	740,170	597,641
Current account with Clydesdale Bank	24	24
Deposit account with Metrobank	148,585	74,522
Deposit account with Metrobank	97	96
	<hr/>	<hr/>
At 31 December	888,876	672,283
	<hr/> <hr/>	<hr/> <hr/>

THE KENNEL CLUB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2021 (continued)

6 DEBTORS AND ACCRUED INCOME 2021 £ 2020 £

Bank interest and investment income receivable	14,481	13,898
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7 RESTRICTED FUNDS

	At 1 January 2020 £	Incoming resources £	Unrealised gain on investment asset £	Resources expended £	Transfers £	31 December 2020
Educational & Other						
International Canine						
Health Awards	12,061	74,521		61,000		25,582
Ormandy Trust for						
Bull Terriers	72,453					72,453
Other	34,803		1,534			36,337
Canine Activities	38,422					38,422
AHT	303,750			67,500		236,250
Griffon Bruxellois	3,000					3,000
The National Gundog Assoc	248					248
VirginMoney (Restricted)		5,749		5,734		15
Donr Ltd		136		136		-
The British Chihuahua Appeal		35,000		35,000		-
Our Dogs Publish J Shaw		5,000		5,000		-
Anna Szabo		1,500		1,500		-
Lesley Field Essc (Ring Fenced)		630		630		-
King Charles Spaniel Club (Restricted)		7,000				7,000
The Kennel Club (BOAS)		269,000				269,000
Mason & Davies		1,000				1,000
Total	464,737	399,536	1,534	176,500	-	689,307

	At 1 January 2021 £	Incoming resources £	Unrealised gain on investment asset £	Resources expended £	Transfers £	31 December 2021
Educational & Other						
International Canine						
Health Awards	25,582	74,063		70,000		29,645
Ormandy Trust for						
Bull Terriers	72,453					72,453
Unrealised gain	-		13,694			13,694
Other	36,337					36,337
Canine Activities	38,422					38,422
AHT	236,250					236,250
Griffon Bruxellois	3,000					3,000
The National Gundog Assoc	248					248
VirginMoney	15					15
King Charles Spaniel Club	7,000					7,000
The Kennel Club (BOAS)	269,000			134,500		134,500
Mason & Davies	1,000					1,000
Total	689,307	74,063	13,694	204,500	-	572,564

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

7 RESTRICTED FUNDS (continued)

In 2012, the Trustees of the Ormandy Trust transferred the balance of their funds to the Charitable Trust, to be used for the benefit of the Bull Terrier and Miniature Bull Terrier breeds. No grants were made from this restricted fund to date, although discussions have been held and await the identification of animals affected by a particular condition.

The Charitable Trust administered and awarded prizes for scientific research into the health of dogs for the ninth time in 2021. Funding for these International Canine Health Awards was again provided by Vernon and Shirley Hill Foundation. Awards were made to

Dr Dan O'Neill
 Professor Andrea Tipold
 Yan Hui Lee
 Eleanor Wilson
 Dr Samantha Goldberg
 AMRRIC (Animal Management in Rural and Remote Indigenous
 Communities)

"Other" Funds represent ring fenced breed specific donations and also donations made specifically for applications to welfare purposes. The balances at 31 December 2021 represent:

	£
Irish Setters	7,049
Wire Fox Terriers	3,436
English Springer Spaniels	1,879
Donations received and unspent re the Trust's welfare object	6,754
BSDTC	304
Dachshund Rescue	1,000
Medical Research	618
Unrealised gain on investment	15,297
	<u>36,337</u>

THE KENNEL CLUB CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

8 ANALYSIS OF ASSETS AND LIABILITIES BETWEEN FUNDS

	Unrestricted £	Restricted £	Total £
Investments	2,204,627	-	2,204,627
Cash at bank and on short term deposit	316,312	572,564	888,876
Debtors and accrued income	14,481	-	14,481
Creditors	-	-	-
	<hr/> 2,535,420	<hr/> 572,564	<hr/> 3,107,984
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

9 CHARITABLE COMMITMENTS

At the date of these financial statements the Trust has committed, subject to conditions to be fulfilled by the recipient organisations, to make the following charitable donations:

	From unrestricted funds £
Year to 31 December	
2022	550,708
2023	264,988
	<hr/> 815,696
	<hr/> <hr/>

These commitments are primarily in respect of scientific and research project support.

10 RELATED PARTY TRANSACTIONS

The Trustees received no remuneration in connection with their duties during the year. Trustees' expenses are borne by The Kennel Club Limited.

Apart from transactions with The Kennel Club Limited, as disclosed in these financial statements, there were no related party transactions, as defined in Financial Reporting Standard 102.