

# **THE KENNEL CLUB CHARITABLE TRUST**

**REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2022**

**REGISTERED CHARITY NO. 327802**

# THE KENNEL CLUB CHARITABLE TRUST

## REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

### CONTENTS

Trustees' Report .....	2
Statement of Trustees' Responsibilities .....	7
Auditors' Report .....	8
Statement of Financial Activities .....	11
Balance Sheet .....	12
Notes to the Financial Statements .....	13

**THE KENNEL CLUB CHARITABLE TRUST**  
**TRUSTEES' REPORT**  
**YEAR ENDED 31 DECEMBER 2022**

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 2022**

**Administration Details**

The Principal Office of the Trust is:

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

Registered Charity number:

327802

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 2022**

#### **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.

#### **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.

#### **Financial statements**

The accompanying financial statements cover the year ended 31 December 2022.

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 2022 were £1,275K (2021 - £686K). Of these amounts £1,092K (2021 - £496K) represented grants made by the Trust.

Total income was £870K compared with £909K in 2021. Together with a net unrealised loss on the value of investments amounting to £256K (2021 – gain of £274K), current year funds decreased by £661K; in the prior year there was an increase of £497K.

Scientific grants amounted to £395K (2021 - £403K), including to the re-formed Kennel Club Genetics Centre in partnership with the University of Cambridge .

Non-scientific grants amounted to £697K (2021 - £94K), made to a total of 40 recipient bodies, including to the International Canine Health Awards.

Details of all grants made are shown in Note 2.

The Trustees continue with their fundraising strategy, 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.

#### **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.

# **THE KENNEL CLUB CHARITABLE TRUST**

## **TRUSTEES' REPORT**

**YEAR ENDED 31 DECEMBER 2022**

### **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.

There was no change in the content of the Trust's investment portfolio during 2022. The market value of the holdings has decreased by £256K (decrease of 12%).

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 decreased over the year by £405K (2021 increase of £217K).

### **Reserves**

The Trust's reserves decreased by £661K (2021: increase of £497K) to £ 2,447K.

The Trust had, at 31 December 2022, committed £1,265K 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 2022, 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.

### **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.

**THE KENNEL CLUB CHARITABLE TRUST**  
**TRUSTEES' REPORT**  
**YEAR ENDED 31 DECEMBER 2022**

**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.

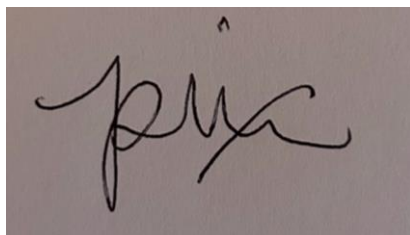
The list of grants in Note 2 to the accounts indicates the institutions supported, and Press Releases expand on some of these case studies.

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 2022 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 2022 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:  
  
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Philip Cliftlands (Senior 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 2022

	<u>Notes</u>	<u>2022</u> Unrestricted £	<u>2022</u> Restricted £	<u>2022</u> Total £	<u>2021</u> Total £
<b>INCOME</b>					
Donations received		666,369	75,030	741,399	785,052
Donations in kind					
Costs borne by the Kennel Club	3	70,706	-	70,706	67,545
Interest and dividends on investments		57,941	-	57,941	56,685
		<hr/>	<hr/>	<hr/>	<hr/>
		795,016	75,030	870,046	909,282
		<hr/>	<hr/>	<hr/>	<hr/>
<b>EXPENDITURE</b>					
<b>Charitable expenditure</b>					
Promotional costs borne by the Kennel Club	3	70,706	-	70,706	67,545
Fundraising		112,805	-	112,805	122,224
Scientific and Research project support	2	394,620	-	394,620	402,553
Other Grants made		551,082	145,905	696,987	93,534
		<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL EXPENDITURE</b>		1,129,213	145,905	1,275,118	685,856
		<hr/>	<hr/>	<hr/>	<hr/>
Unrealised (loss) / gain on investment assets	4	(243,540)	(12,818)	(256,358)	273,885
		<hr/>	<hr/>	<hr/>	<hr/>
<b>NET (DEFICIT) / SURPLUS FOR THE YEAR</b>		(577,737)	(83,693)	(661,430)	497,311
		<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year		2,535,420	572,564	3,107,984	2,610,673
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances at end of year</b>		1,957,683	488,871	2,446,554	3,107,984
		<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 20 form part of these accounts.

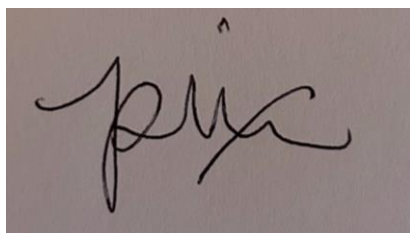
**THE KENNEL CLUB CHARITABLE TRUST**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2022**

	<u>Notes</u>	£	<u>2022</u>	£	£	<u>2021</u>	£
<b>FIXED ASSETS</b>							
Investments	4		1,948,269			2,204,627	
<b>CURRENT ASSETS</b>							
Debtors and accrued income		14,697		14,481			
Cash at bank and on short term deposit	5	<u>483,588</u>		<u>888,876</u>			
			498,285			903,357	
<b>CURRENT LIABILITIES</b>							
Creditors				-			-
<b>NET CURRENT ASSETS</b>			498,285			903,357	
<b>NET ASSETS</b>			<u>2,446,554</u>			<u>3,107,984</u>	
<b>UNRESTRICTED ACCUMULATED FUND</b>			1,957,683			2,535,420	
<b>RESTRICTED FUNDS</b>	7		<u>488,871</u>			<u>572,564</u>	
			<u>2,446,554</u>			<u>3,107,984</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 20 form part of these accounts.

The financial statements on pages 12 to 20 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 2022**

**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 £70,706 (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 (2021 - Nil).

**(a) 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.

**(h) Debtors**

Trade and other debtors are recognised at the settlement amount.

**(i) 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 2022 (continued)**

2	DIRECT CHARITABLE EXPENDITURE	<u>2022</u>	<u>2021</u>
		£	£
	<b>Payments from unrestricted funds</b>		
	<b>Scientific and Research Project Support</b>		
	Royal Veterinary College	13,393	96,448
	University of Cambridge	308,980	157,512
	University of Surrey	13,994	-
	University of Edinburgh	58,253	14,093
	<b>Sub Total unrestricted funds</b>	<b>394,620</b>	<b>268,053</b>
	<b>Education and other grants</b>		
	Abused Pet Rescue Project	6,666	-
	Awarded 2 U	1,980	-
	Association of Dogs and Cats homes	-	4,200
	Autism at Kingwood	-	9,300
	British Veterinary Nurses Association	-	-
	Cathryn Mellersh	-	459
	Committed giving	454	48
	Dogs for Autism	10,000	-
	Dogs Trust	28,612	-
	Douge de Bordeaux Welfare	2,540	-
	Genome Research	40,017	-
	Global Payments	839	-
	Goodbox	568	-
	Hearing Dogs for the Deaf	10,000	-
	ICHA winners	15,000	-
	ICO	35	-
	Ministry of Colours	60	-
	Our Dogs	600	-
	Our Special Friends Lts	10,000	5,000
	Paws for Kids	10,000	-
	PDSA	-	44
	Present Fund	21,500	-
	Refuge4pets	20,000	-
	Raystede Welfare	1,000	-
	Repay Grant	3,641	-
	Sally Ricketts	190	-
	Special Boat Services Association	-	-
	SSAFA	5,000	-
	The Cocker Spaniel Club Rescue fund	30,000	-
	The Law Society	925	-
	Wageningen Livestock Research	4,445	4,483
	Ukraine Appeal	327,010	-
	<b>Sub Total Educational and other grants</b>	<b>551,082</b>	<b>23,534</b>
	<b>Payments from restricted funds</b>		
	<b>Scientific and Research project support</b>		
	International Canine Health Awards	145,905	70,000
	KC Genetics Centre	-	134,500
	<b>Sub Total Scientific and Research grants</b>	<b>145,905</b>	<b>204,500</b>

**THE KENNEL CLUB CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2022 (*continued*)**

**2 DIRECT CHARITABLE EXPENDITURE (CONTINUED)**

	<u><b>2022</b></u> <b>£</b>	<u><b>2021</b></u> <b>£</b>
<b>Summary of grants paid</b>		
<b>Unrestricted:</b>		
Scientific and research project support	394,620	268,053
Educational and other grants	551,082	23,534
<b>Total unrestricted charitable grants expenditure</b>	<b>945,702</b>	<b>291,587</b>
<b>Restricted:</b>		
Scientific and research project support	145,905	204,500
<b>Total grants expenditure</b>	<b>1,091,607</b>	<b>496,087</b>

**THE KENNEL CLUB CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2022 (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 (2021 - £2,500);
- The Kennel Club Limited pays for the annual audit of the Kennel Club Charitable Trust, costing £1,500 (2021 - £1,500);
- The Kennel Club Limited provides support for marketing, fundraising and administrative activities, estimated at a cost of £70,706 (2021 - £67,545); and
- The Kennel Club Limited paid expenses of the Trustees amounting to approximately £0 (2021: £0).

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

**4 INVESTMENTS**

	<u><b>2022</b></u> <b>£</b>	<u><b>2021</b></u> <b>£</b>
<b>Quoted investments</b>		
<b>At market value:</b>		
At 1 January	2,204,627	1,930,742
Unrealised (loss) / gain	(256,358)	273,885
Disposal	-	-
	<hr/>	<hr/>
At 31 December	1,948,269	2,204,627
	<hr/>	<hr/>
Historical cost at 31 December	1,087,837	1,087,837
	<hr/>	<hr/>

At 31 December 2022, investments comprised 107,196 Charities Investment Fund Income Units (2021-107,196).

**5 CASH AT BANK AND ON SHORT TERM DEPOSIT**

The Trust's cash reserves were invested as follows:

	<u><b>2022</b></u> <b>£</b>	<u><b>2021</b></u> <b>£</b>
Current account with Barclays Bank	334,882	740,170
Current account with Clydesdale Bank	24	24
Deposit account with Metrobank	148,585	148,585
Deposit account with Metrobank	97	97
	<hr/>	<hr/>
At 31 December	483,588	888,876
	<hr/>	<hr/>

**THE KENNEL CLUB CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2022 (continued)**

6	DEBTORS AND ACCRUED INCOME	<u>2022</u> £	<u>2021</u> £
	Bank interest and investment income receivable	14,697	14,481

**7 RESTRICTED FUNDS**

	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 gains	-		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
<b>Total</b>	<b>689,307</b>	<b>74,063</b>	<b>13,694</b>	<b>204,500</b>	<b>-</b>	<b>572,564</b>

	At 1 January 2022 £	Incoming resources £	Unrealised loss on investment asset £	Resources expended £	Transfers £	31 December 2022
Educational & Other						
International Canine						
Health Awards	29,645	75,030		77,655		27,020
Ormandy Trust for						
Bull Terriers	72,453					72,453
Unrealised gains	13,694		(12,818)			876
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)	134,500			68,250		66,250
Mason & Davies	1,000					1,000
<b>Total</b>	<b>572,564</b>	<b>75,030</b>	<b>(12,818)</b>	<b>145,905</b>	<b>-</b>	<b>488,871</b>

**THE KENNEL CLUB CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2022 (*continued*)**

**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 tenth time in 2022. Funding for these International Canine Health Awards was again provided by Vernon and Shirley Hill Foundation. Awards were made to

Dr Duncan Lascelles

Dr Deborah Knapp

Michelle Farrow

Sierra Latshaw

Dr Laura Hamilton

“Other” Funds represent ring fenced breed specific donations and also donations made specifically for applications to welfare purposes. The balances at 31 December 2022 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	<u>15,297</u>
	<u>36,337</u>

**THE KENNEL CLUB CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2022**

**8 ANALYSIS OF ASSETS AND LIABILITIES BETWEEN FUNDS**

	Unrestricted £	Restricted £	Total £
Investments	1,859,398	88,871	1,948,269
Cash at bank and on short term deposit	83,588	400,000	483,588
Debtors and accrued income	14,697	-	14,697
Creditors	-	-	-
	<u>1,957,683</u>	<u>488,871</u>	<u>2,446,554</u>

**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:

	<b>From unrestricted funds £</b>
Year to 31 December	
2023	730,318
2024	534,777
	<u>1,265,095</u>

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.