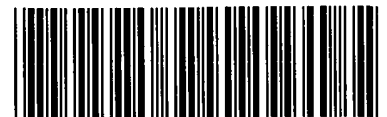


REGISTERED COMPANY NUMBER: 00012100 (England and Wales)  
REGISTERED CHARITY NUMBER: 217428

Report of the Trustees and  
Financial Statements  
for the Year Ended 30 June 2022  
for  
The Hereford Cattle Society

Thorne Widgey Accountancy Ltd  
Chartered Accountants  
Statutory Auditors  
2 Wyevale Business Park  
Kings Acre  
Hereford  
Herefordshire  
HR4 7BS

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The Hereford Cattle Society

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for the Year Ended 30 June 2022

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## The Hereford Cattle Society

### Report of the Trustees for the Year Ended 30 June 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The Society is established to maintain unimpaired the purity of, and improve the breed of, cattle known as Herefords and to promote impartially the breeding of all the various tribes, families and strains of such cattle.

The Society's promotional activities during the year have been aimed at developing the market for pedigree and commercial Hereford cattle and building increased awareness of the Hereford beef brand to consumers.

To achieve its objectives, the Society has participated in numerous promotional events throughout the country Covid-19 permitting.

The Society has adopted an internationally renowned recording and performance programme to provide breeders and users of the breed with appropriate information for the improvement, furtherance and expansion of the breed.

The Society's plans for the future are to continue the promotion and expansion of the breed both domestically and internationally. With the expanding export market, the Society plans, with the benefits of data from its cattle performance programme, to promote the breed overseas in order to establish export markets.

##### **Public benefit**

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

In this regard, the Society implements Breed Improvement Schemes to facilitate the economic and efficient production of beef, constantly taking into consideration eco friendly systems of extensive food production using, whenever and wherever possible, natural resources.

The Hereford is a Breed renowned internationally for its ability to utilise natural grazing areas of the World to produce high quality beef economically. The Society will continue to promote this aspect of the Breed so as to increase its use with the aim of assisting the farming industry to meet the extremely challenging financial constraints put upon them in the current period of austerity.

## The Hereford Cattle Society

### Report of the Trustees for the Year Ended 30 June 2022

#### **STRATEGIC REPORT**

##### **Achievement and performance**

Having served on council for many years I have witnessed many challenges within the Hereford breed and across the farming industry. In the last 12 months it has been good to get through the COVID pandemic and back to some sort of normality and a particular highlight was seeing the Show and Sale at Shrewsbury back to its original format with some excellent prices seen on the day.

##### **The Council**

As chairman of council I wish to express my sincere thanks to all council members for their support and dedication, none more so than your president Carolyn Fletcher. It is perhaps prudent of me to state that council members as trustees of the society freely give up their time and energy for the benefit of all members.

In 2022, there were over 1,000 active pedigree Hereford breeders across England, Northern Ireland, Scotland and Wales, which is testament to the strength of the breed.

It is customary for the chairman to thank staff on behalf of the membership as we complete another 12 months of activities and a special thanks to our staff, Paul, Tracey, Beverley and Laura for ensuring that the society continued as normal in the challenging times.

##### **Financial Report**

With a more normal year and a return to shows it has meant a shift back with expenditure going on these areas again where in the last few years this has not been the case because of the Covid pandemic. We have continued to spend on our sustainability project and started with a new marketing agency "The Seed Group" to help promote Hereford Beef which we have been pleased with. It is pleasing to report a trading profit for the year of £46,606, but this does not mean we can be complacent and are fully aware that costs will continue to rise which we must be mindful of. Our turnover for the year was £612,640 which remains similar to last year.

Due to the current economic climate our investment portfolio has unfortunately reduced impacting on our overall financial performance but this is not unexpected and is out of our control.

Our legal fees still remain high as was highlighted last year due to the ongoing litigation case we still find ourselves in and have to continue to defend. Expert advice has been taken to ensure we are doing the correct thing and can report we have no other option because of what we are being accused of.

As a society we are in a unique position that we have several income streams one of those being the beef levy scheme with Dunbia which unfortunately is down against last year and is solely down to the sales through the CO-OP and Lidl being under pressure.

We will continue to look and invest in areas to further better the breed for the whole of the membership on the back of the work produced with Dr Liz Genever.

It is pleasing to report that our debtors are down on last year from £92,453 to £62,219 as we have worked hard to ensure this area has improved.

An area we want to work on is ensuring we develop more income streams for the society other than the ones we have at present. In doing this it will allow council to support our membership better and enhance the offering that is currently available.

##### **Financial review**

##### **Investment policy and objectives**

Council uses its investment advisors to meet its requirements, which is to generate income. This has been achieved with a mix of equity and fixed return investments. Council is satisfied with the returns achieved given current market conditions.

## The Hereford Cattle Society

### Report of the Trustees for the Year Ended 30 June 2022

#### **STRATEGIC REPORT**

##### **Financial review**

##### **Reserves policy**

It is the policy of the charity to maintain unrestricted funds at a level, which equate to approximately 12 months unrestricted expenditure. The trustees consider that the ideal level of reserves as at 30 June 2022 would be £500,000. This provides sufficient funds to cover management and administration and support costs. Unrestricted funds are maintained at least at this level throughout the year.

The financial results for the charity are as detailed in the Statement of Financial Activities on page 11 and the Balance Sheet on page 12. The Charity had net incoming resources in the year of £424,649 (2021 - £186,329) resulting in total assets of £1,635,499 (2021 - £1,665,850). All funds are unrestricted and are available for the general purposes of the Society.

The charity holds free reserves at the balance sheet date of £120,544 (2021: £130,933).

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Society is a company limited by guarantee and not having a share capital. As such it is governed by its Memorandum and Articles of Association. It was incorporated on 5 March 1878. It is registered as a charity with the Charity Commission.

##### **Appointment of Council Members**

A Council of 16 members is elected by the general membership at 3 yearly intervals and meet with the Director of Operations regularly. The Council make all policy decisions. The Director of Operations is responsible for carrying out these policies and for all office administration procedures.

Council Members must, at the time of their election, be actual breeders of Hereford Cattle (as defined in the Memorandum and Articles) and are elected on an area basis.

As and when new Council Members (Trustees) are elected, they are provided with all appropriate guidelines for the trusteeship. They are made aware of their legal obligations under charity and company law, and the Charity Commission guidance on public benefit. They are informed of the content of the Memorandum and Articles of Association, decision-making processes and the recent financial performance of the Society.

None of the Council Members receive remuneration or other benefit from their work with the Society.

##### **Pay Policy for Senior Staff**

The pay of all staff is reviewed annually and normally increased in accordance with average earnings. All pay awards are approved at Council meetings.

##### **Risk Management**

The Council Members actively review the major risks, which the charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

The Council Members have also examined other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

00012100 (England and Wales)

##### **Registered Charity number**

217428

The Hereford Cattle Society

Report of the Trustees  
for the Year Ended 30 June 2022

**Registered office**

Hereford House  
3 Offa Street  
Hereford  
HR1 2LL

**Trustees**

**Council Members**

The Council members during the year were:

Mr P J Allman (Chairman)  
Mr M J Clark  
Mrs J Cooper  
Mrs S Cowle  
Mr J Graham  
Mr J Hodge  
Mr G Harvey  
Mr M Jenkins  
Mr A Jones  
Mrs A Kerslake - elected 28.06.21  
Mr A J Massey  
Mr J D Moorhouse  
Mr C Roberts  
Mr M Shaw - elected 26.11.21  
Mr D Smyth  
Miss E N Thorne

**President**

Mrs C Fletcher

The president is elected annually by Council and is a Member of Council only for the period in which he/she holds office, unless a Member prior to his/her election.

**Vice President**

Mr D Smyth

**Director of operations**

Mr P Sneyd

**Key Management**

Mr P Sneyd  
Miss L Bowyer  
Ms T Thomas  
Mrs B Turner

**Auditors**

Thorne Widgery Accountancy Ltd  
Chartered Accountants  
Statutory Auditors  
2 Wyevale Business Park  
Kings Acre  
Hereford  
Herefordshire  
HR4 7BS

## The Hereford Cattle Society

### Report of the Trustees for the Year Ended 30 June 2022

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Solicitors**

T A Matthews & Co  
First Floor Broadway House  
32 - 35 Broad Street  
Hereford  
HR4 9AR

##### **Bankers**

Natwest  
12 Broad Street  
Hereford  
HR4 9AH

##### **Investment Advisors**

Canaccord Genuity Wealth Management  
41 Lothbury  
London  
EC2R 7AE

#### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of The Hereford Cattle Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

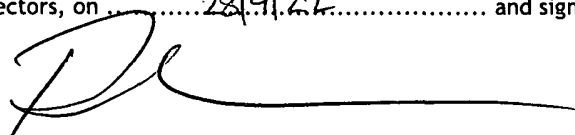
#### **AUDITORS**

The auditors, Thorne Widgery Accountancy Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

The Hereford Cattle Society

Report of the Trustees  
for the Year Ended 30 June 2022

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on ..... 28/9/22 ..... and signed on the board's behalf by:

  
.....  
P Allman - Trustee



**Report of the Independent Auditors to the Trustees of  
The Hereford Cattle Society**

**Opinion**

We have audited the financial statements of The Hereford Cattle Society (the 'charitable company') for the year ended 30 June 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice):

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

**Other information**

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

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

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

**Matters on which we are required to report by exception**

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; 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.

Report of the Independent Auditors to the Trustees of  
The Hereford Cattle Society

**Responsibilities of trustees**

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

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

Report of the Independent Auditors to the Trustees of  
The Hereford Cattle Society

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 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 a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

**Fraud and breaches of laws and regulations - ability to detect**

**Identifying and responding to risks of material misstatement due to fraud**

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- o Enquiring of council members, management and inspection of policy documentation as to the Charity's high-level policies and procedures to prevent and detect fraud as well as whether they have knowledge of any actual, suspected or alleged fraud.
- o Reading Council Members' meeting minutes.
- o Considering performance targets for management.

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, and taking into account our overall knowledge of the control environment, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because the revenue is non-judgemental and straightforward, with limited opportunity for manipulation.

We did not identify any additional fraud risks. We performed procedures including identifying journal entries to test based on risk criteria and comparing the identified entries to supporting documentation. These included those posted by finance management/ those posted and approved by the same user/ those posted to unusual accounts.

**Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations**

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with management (as required by auditing standards) and discussed with management the policies and procedures regarding compliance with laws and regulations.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the Charity is subject to laws and regulations that directly affect the financial statements including financial reporting legislation, taxation legislation, the Charities Act legislation and guidance issued by DEFRA and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Report of the Independent Auditors to the Trustees of  
The Hereford Cattle Society

Secondly, the Charity is subject to many other laws and regulations where the consequences of noncompliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation or the loss of the Charity's license to operate. We identified the following areas as those most likely to have such an effect: health and safety, anti-bribery, employment law, data protection, anti-money laundering and specific areas of other legislation recognising the nature of the Charity's activities.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of management, inspection of regulatory and legal correspondence, if any. Therefore, if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

**Context of the ability of the audit to detect fraud or breaches of law or regulation**

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

This report is made solely to the charitable company'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 charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Thorne Widgey Accountancy Ltd*  
for and on behalf of Thorne Widgey Accountancy Ltd  
Chartered Accountants  
Statutory Auditors  
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006  
2 Wyevale Business Park  
Kings Acre  
Hereford  
Herefordshire  
HR4 7BS

Date: *5/10/22* .....

**The Hereford Cattle Society**

**Statement of Financial Activities**  
**for the Year Ended 30 June 2022**

	Notes	Unrestricted funds £	Restricted fund £	30.6.22 Total funds £	30.6.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	-	-	-	734
<b>Charitable activities</b>					
Furtherance of the breed		612,640	-	612,640	615,560
Investment income	3	59,584	-	59,584	49,849
Other income		<u>58,932</u>	<u>-</u>	<u>58,932</u>	<u>56,764</u>
<b>Total</b>		<u>731,156</u>	<u>-</u>	<u>731,156</u>	<u>722,907</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	3,783	-	3,783	3,232
<b>Charitable activities</b>	6				
Furtherance of the breed		<u>710,884</u>	<u>-</u>	<u>710,884</u>	<u>639,189</u>
<b>Total</b>		<u>714,667</u>	<u>-</u>	<u>714,667</u>	<u>642,421</u>
Net gains/(losses) on investments		<u>(46,840)</u>	<u>-</u>	<u>(46,840)</u>	<u>105,843</u>
<b>NET INCOME/(EXPENDITURE)</b>		(30,351)	-	(30,351)	186,329
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		<u>1,662,945</u>	<u>2,905</u>	<u>1,665,850</u>	<u>1,479,521</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>1,632,594</u></u>	<u><u>2,905</u></u>	<u><u>1,635,499</u></u>	<u><u>1,665,850</u></u>

The notes form part of these financial statements

The Hereford Cattle Society

Balance Sheet  
30 June 2022

	Notes	Unrestricted funds £	Restricted fund £	30.6.22 Total funds £	30.6.21 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	14	61,874	-	61,874	64,877
Heritage assets	15	382,050	-	382,050	382,050
Investments					
Investments	16	693,126	-	693,126	735,085
Investment property	17	<u>375,000</u>	<u>-</u>	<u>375,000</u>	<u>350,000</u>
		1,512,050	-	1,512,050	1,532,012
<b>CURRENT ASSETS</b>					
Stocks	18	6,890	-	6,890	5,958
Debtors	19	62,219	-	62,219	92,453
Cash at bank and in hand		<u>152,933</u>	<u>2,905</u>	<u>155,838</u>	<u>87,777</u>
		222,042	2,905	224,947	186,188
<b>CREDITORS</b>					
Amounts falling due within one year	20	<u>(101,498)</u>	<u>-</u>	<u>(101,498)</u>	<u>(52,350)</u>
<b>NET CURRENT ASSETS</b>		<u>120,544</u>	<u>2,905</u>	<u>123,449</u>	<u>133,838</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,632,594</u>	<u>2,905</u>	<u>1,635,499</u>	<u>1,665,850</u>
<b>NET ASSETS</b>		<u>1,632,594</u>	<u>2,905</u>	<u>1,635,499</u>	<u>1,665,850</u>
<b>FUNDS</b>	21				
Unrestricted funds				1,632,594	1,662,945
Restricted funds				<u>2,905</u>	<u>2,905</u>
<b>TOTAL FUNDS</b>				<u>1,635,499</u>	<u>1,665,850</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2022.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

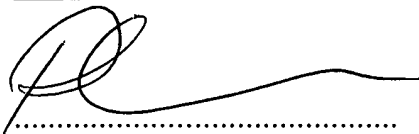
These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 28/9/22 and were signed on its behalf by:

The notes form part of these financial statements

The Hereford Cattle Society

Balance Sheet - continued  
30 June 2022



.....  
P Allman - Trustee



.....  
C Roberts - Trustee

28/9/22

The notes form part of these financial statements

**The Hereford Cattle Society**

**Cash Flow Statement**  
**for the Year Ended 30 June 2022**

	Notes	30.6.22 £	30.6.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>66,964</u>	<u>60,587</u>
Net cash provided by operating activities		<u>66,964</u>	<u>60,587</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(1,384)	(7,073)
Purchase of fixed asset investments		(221,784)	(248,350)
Sale of fixed asset investments		191,903	158,322
Sale of investment property		25,000	-
Dividends received		32,362	22,705
Revaluation of Investment Property		<u>(25,000)</u>	<u>-</u>
Net cash provided by/(used in) investing activities		<u>1,097</u>	<u>(74,396)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>68,061</u>	<u>(13,809)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>87,777</u>	<u>101,586</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>155,838</u>	<u>87,777</u>

The notes form part of these financial statements



The Hereford Cattle Society

Notes to the Cash Flow Statement  
for the Year Ended 30 June 2022

<b>1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES</b>			
	30.6.22	30.6.21	
	£	£	
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(30,351)	186,329	
Adjustments for:			
Depreciation charges	4,387	4,889	
Losses/(gain) on investments	46,840	(105,843)	
Dividends received	(32,362)	(22,705)	
(Increase)/decrease in stocks	(932)	216	
Decrease/(increase) in debtors	30,234	(27,116)	
Increase in creditors	49,148	24,817	
<b>Net cash provided by operations</b>	<b><u>66,964</u></b>	<b><u>60,587</u></b>	
<b>2. ANALYSIS OF CHANGES IN NET FUNDS</b>			
	At 1.7.21	Cash flow	At 30.6.22
	£	£	£
Net cash			
Cash at bank and in hand	<u>87,777</u>	<u>68,061</u>	<u>155,838</u>
	<u>87,777</u>	<u>68,061</u>	<u>155,838</u>
<b>Total</b>	<b><u>87,777</u></b>	<b><u>68,061</u></b>	<b><u>155,838</u></b>

The notes form part of these financial statements

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The 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).

**Going Concern**

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the company has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the company's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

The company has considered the effects of Covid 19 on their financial future and are confident there will be no significant effect on them continuing as a going concern.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Allocation and apportionment of costs**

Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

**Intangible fixed assets**

Intangible fixed assets are amortised evenly over their estimated useful lives.

Trade Mark - 5 years

Breedplan - 3 years

**Tangible fixed assets**

Tangible fixed assets are stated at cost or valuation. Items are capitalised where the acquisition cost exceeds £1,000.

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

**1. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

Motor vehicles - 25% reducing balance

Office equipment - 25% / 20% / 10% reducing balance, 20% straight line

The Council carries out a continual programme of repairs and maintenance to its freehold buildings, the cost of which is charged to the statement of financial activities. In the opinion of Council, the useful economic life of the freehold buildings is in excess of 50 years, and the programme of repairs and maintenance holds their residual value at a level that a depreciation charge would not be material.

**Heritage assets**

Heritage assets include oil paintings and pictures. These are stated at valuation. No depreciation is provided in respect of oil paintings and pictures as, in the opinion of Council, their value increases over time and a depreciation charge would therefore not be appropriate.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Pension costs and other post-retirement benefits**

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

**Donated goods**

Donated goods 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).

**Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the bank.

**Debtors**

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

**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 a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**1. ACCOUNTING POLICIES - continued**

**Interest receivable**

**Investment policy**

Council uses its investment advisors to meet its requirements, which is to generate income. This has been achieved with a mix of equity and fixed return investments. Council is satisfied with the returns achieved given current market conditions.

**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.

**Preparation of the accounts on a going concern basis**

There are no material uncertainties about the Society's ability to continue. All of the Society's ability to continue. All of the Society's activities over the last 10 to 15 years have been on an upward trend and there is no indication that this will not continue. On this basis the Society is considered to be a going concern.

**2. DONATIONS AND LEGACIES**

	30.6.22	30.6.21
	£	£
Grants	<u>-</u>	<u>734</u>

The income from donations and legacies was £Nil (2021: £734) of which £Nil was unrestricted (2021: £734).

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

	30.6.22	30.6.21
	£	£
Furlough Grant	<u>-</u>	<u>734</u>

**3. INVESTMENT INCOME**

	30.6.22	30.6.21
	£	£
Rents received	27,222	27,144
Dividends	<u>32,362</u>	<u>22,705</u>
	<u>59,584</u>	<u>49,849</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	30.6.22 £	30.6.21 £
Membership income	Furtherance of the breed	88,503	88,763
Gift aid	Furtherance of the breed	14,398	14,768
Registration fees	Furtherance of the breed	232,845	239,288
Transfer fees	Furtherance of the breed	41,494	45,048
Beef scheme levies	Furtherance of the breed	42,834	51,146
Export fees	Furtherance of the breed	575	650
Sales and commissions	Furtherance of the breed	68,132	63,317
DNA testing	Furtherance of the breed	121,484	109,805
Herd prefix	Furtherance of the breed	<u>2,375</u>	<u>2,775</u>
		<u>612,640</u>	<u>615,560</u>

The income from charitable activities was £612,640 (2021: £615,560) of which all is incoming resources of unrestricted funds. £42,834 of Beef Scheme Levies was designated fund - breed improvement (2021: £51,146). The remainder being general fund within unrestricted funds.

5. RAISING FUNDS

Investment management costs	30.6.22 £	30.6.21 £
Portfolio management	<u>3,783</u>	<u>3,232</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Furtherance of the breed	<u>636,246</u>	<u>1,572</u>	<u>73,066</u>	<u>710,884</u>

7. GRANTS PAYABLE

Furtherance of the breed	30.6.22 £	30.6.21 £
	<u>1,572</u>	<u>641</u>
The total grants paid to institutions during the year was as follows:		
Area Association Grant	30.6.22 £	30.6.21 £
	<u>1,572</u>	<u>641</u>

The Hereford Cattle Society

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**8. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Furtherance of the breed	<u>2,102</u>	<u>70,964</u>	<u>73,066</u>

**9. NET INCOME/(EXPENDITURE)**

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

	30.6.22 £	30.6.21 £
Auditors' remuneration	4,575	3,760
Depreciation - owned assets	<u>4,387</u>	<u>4,889</u>

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 June 2022 nor for the year ended 30 June 2021.

**Trustees' expenses**

**Council Members Expenses**

Expenses totalling £2,755.62 have been reimbursed to 6 Council Members for travel expenses (2021: £2,322.88 to 6 members).

**11. STAFF COSTS**

	30.6.22 £	30.6.21 £
Wages and salaries	179,611	182,742
Social security costs	15,227	12,113
Other pension costs	<u>5,221</u>	<u>8,397</u>
	<u>200,059</u>	<u>203,252</u>

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

	30.6.22	30.6.21
Administration	<u>4</u>	<u>4</u>

The key management personnel of the charity are listed under reference and administrative details. The total employee benefits that were received by the key management personnel in the year were £200,059 (2021: £203,252). The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 banded £80,000-£90,000 was: 1 (2021: 0).

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	734	-	734
<b>Charitable activities</b>			
Furtherance of the breed	615,560	-	615,560
Investment income	49,849	-	49,849
Other income	<u>56,764</u>	<u>-</u>	<u>56,764</u>
<b>Total</b>	<u>722,907</u>	<u>-</u>	<u>722,907</u>
<b>EXPENDITURE ON</b>			
Raising funds	3,232	-	3,232
<b>Charitable activities</b>			
Furtherance of the breed	<u>639,189</u>	<u>-</u>	<u>639,189</u>
<b>Total</b>	<u>642,421</u>	<u>-</u>	<u>642,421</u>
Net gains on investments	<u>105,843</u>	<u>-</u>	<u>105,843</u>
<b>NET INCOME</b>	186,329	-	186,329
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	<u>1,476,616</u>	<u>2,905</u>	<u>1,479,521</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>1,662,945</u></u>	<u><u>2,905</u></u>	<u><u>1,665,850</u></u>

13. INTANGIBLE FIXED ASSETS

	Certified trade mark £	Breedplan setting up costs £	Totals £
<b>COST</b>			
At 1 July 2021 and 30 June 2022	<u>3,966</u>	<u>25,480</u>	<u>29,446</u>
<b>AMORTISATION</b>			
At 1 July 2021 and 30 June 2022	<u>3,966</u>	<u>25,480</u>	<u>29,446</u>
<b>NET BOOK VALUE</b>			
At 30 June 2022	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 2021	<u>-</u>	<u>-</u>	<u>-</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

14. TANGIBLE FIXED ASSETS

	Freehold property £	Motor vehicles £	Office equipment £	Totals £
<b>COST</b>				
At 1 July 2021	46,645	20,798	155,014	222,457
Additions	-	-	1,384	1,384
At 30 June 2022	<u>46,645</u>	<u>20,798</u>	<u>156,398</u>	<u>223,841</u>
<b>DEPRECIATION</b>				
At 1 July 2021	-	15,863	141,717	157,580
Charge for year	-	1,234	3,153	4,387
At 30 June 2022	-	<u>17,097</u>	<u>144,870</u>	<u>161,967</u>
<b>NET BOOK VALUE</b>				
At 30 June 2022	<u>46,645</u>	<u>3,701</u>	<u>11,528</u>	<u>61,874</u>
At 30 June 2021	<u>46,645</u>	<u>4,935</u>	<u>13,297</u>	<u>64,877</u>

15. HERITAGE ASSETS

	Total £
<b>MARKET VALUE</b>	
At 1 July 2021 and 30 June 2022	<u>382,050</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>382,050</u>
At 30 June 2021	<u>382,050</u>

Revaluation

During December 2019 a revaluation of the Heritage Assets was performed by Brightwells Auctioneers and Valuers, Leominster. The result of the revaluation is reflected in these financial statements.

16. FIXED ASSET INVESTMENTS

	Listed investments £
<b>MARKET VALUE</b>	
At 1 July 2021	735,085
Additions	221,784
Disposals	(161,786)
Revaluations	(101,957)
At 30 June 2022	<u>693,126</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>693,126</u>
At 30 June 2021	<u>735,085</u>

There were no investment assets outside the UK.



The Hereford Cattle Society

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**16. FIXED ASSET INVESTMENTS - continued**

Cost or valuation at 30 June 2022 is represented by:

	Listed investments £
Valuation in 2022	<u>693,126</u>

**17. INVESTMENT PROPERTY**

	£
<b>FAIR VALUE</b>	
At 1 July 2021	350,000
Revaluation	<u>25,000</u>
At 30 June 2022	<u>375,000</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>375,000</u>
At 30 June 2021	<u>350,000</u>

Fair value at 30 June 2022 is represented by:

	£
Valuation in 2022	<u>375,000</u>

Investment Property relates to the car park located on East Street in Hereford. The most recent valuation was completed 23/03/2022 by Sunderlands.

**18. STOCKS**

	30.6.22	30.6.21
	£	£
Stocks	<u>6,890</u>	<u>5,958</u>

**19. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.6.22	30.6.21
	£	£
Trade debtors	50,136	85,828
Prepayments and accrued income	<u>12,083</u>	<u>6,625</u>
	<u>62,219</u>	<u>92,453</u>

The Hereford Cattle Society

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**20. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.6.22	30.6.21
	£	£
Trade creditors	80,433	34,411
VAT	18,593	11,681
Other creditors	668	658
Accruals and deferred income	<u>1,804</u>	<u>5,600</u>
	<u>101,498</u>	<u>52,350</u>

**21. MOVEMENT IN FUNDS**

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
<b>Unrestricted funds</b>			
General fund	813,270	(95,216)	718,054
Revaluation fund	576,550	25,000	601,550
Designated fund - Breed Improvement	<u>273,125</u>	<u>39,865</u>	<u>312,990</u>
	1,662,945	(30,351)	1,632,594
<b>Restricted funds</b>			
Restricted fund	<u>2,905</u>	-	<u>2,905</u>
<b>TOTAL FUNDS</b>	<u>1,665,850</u>	<u>(30,351)</u>	<u>1,635,499</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	688,322	(711,698)	(71,840)	(95,216)
Revaluation fund	-	-	25,000	25,000
Designated fund - Breed Improvement	<u>42,834</u>	<u>(2,969)</u>	-	<u>39,865</u>
	<u>731,156</u>	<u>(714,667)</u>	<u>(46,840)</u>	<u>(30,351)</u>
<b>TOTAL FUNDS</b>	<u>731,156</u>	<u>(714,667)</u>	<u>(46,840)</u>	<u>(30,351)</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.7.20 £	Net movement in funds £	At 30.6.21 £
<b>Unrestricted funds</b>			
General fund	674,006	139,264	813,270
Revaluation fund	576,550	-	576,550
Designated fund - Breed Improvement	<u>226,060</u>	<u>47,065</u>	<u>273,125</u>
	1,476,616	186,329	1,662,945
<b>Restricted funds</b>			
Restricted fund	2,905	-	2,905
<b>TOTAL FUNDS</b>	<u>1,479,521</u>	<u>186,329</u>	<u>1,665,850</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	671,762	(638,341)	105,843	139,264
Designated fund - Breed Improvement	<u>51,145</u>	<u>(4,080)</u>	-	<u>47,065</u>
	<u>722,907</u>	<u>(642,421)</u>	<u>105,843</u>	<u>186,329</u>
<b>TOTAL FUNDS</b>	<u>722,907</u>	<u>(642,421)</u>	<u>105,843</u>	<u>186,329</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.7.20 £	Net movement in funds £	At 30.6.22 £
<b>Unrestricted funds</b>			
General fund	674,006	44,048	718,054
Revaluation fund	576,550	25,000	601,550
Designated fund - Breed Improvement	<u>226,060</u>	<u>86,930</u>	<u>312,990</u>
	1,476,616	155,978	1,632,594
<b>Restricted funds</b>			
Restricted fund	2,905	-	2,905
<b>TOTAL FUNDS</b>	<u>1,479,521</u>	<u>155,978</u>	<u>1,635,499</u>

The Hereford Cattle Society

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**21. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,360,084	(1,350,039)	34,003	44,048
Revaluation fund	-	-	25,000	25,000
Designated fund - Breed Improvement	<u>93,979</u>	<u>(7,049)</u>	<u>-</u>	<u>86,930</u>
	<u>1,454,063</u>	<u>(1,357,088)</u>	<u>59,003</u>	<u>155,978</u>
<b>TOTAL FUNDS</b>	<u>1,454,063</u>	<u>(1,357,088)</u>	<u>59,003</u>	<u>155,978</u>

**Revaluation Fund**

The revaluation fund is required by the Companies Act 2006 and represents the following:  
£228,450 - the amount by which fixed assets stated at a valuation exceed their historical cost.  
£373,100 - the amount by which investment property valuation exceeded its historical cost.

**Designated fund - Breed Improvement**

This designated fund represents income received from beef scheme levies which is used for the promotion of schemes which aim to improve the breed.

**Restricted Fund**

UKHY Bursary Received in YE 30.06.2020.

**22. CONTINGENT LIABILITIES**

There is currently a potential claim against the Society by two Society members who have instructed solicitors. At present no Court claim has been issued and we do not know the legal position of the claim or any potential liability that may arise.

**23. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 30 June 2022.

**24. GUARANTEE**

The Society is a company limited by guarantee and has no share capital. Members of the Society guarantee to contribute an amount not exceeding £5 to the assets of the Society in the event of a winding up in the time that they are members, or within one year of ceasing to be a member. The total number of such guarantees at 30 June 2022 was 1,496 (2021: 1,529)

**25. MEMBERSHIP**

	Number of Members 2022	Number of Members 2021
Northern Ireland	164	184
Scotland	85	80
Wales	274	277
North of England	209	215
South of England	110	119
South West of England	180	179
Midlands and East Anglia	181	185
West Midlands	273	268
Overseas	20	22
	<hr/>	<hr/>
	1,496	1,529

**NUMBER OF NEW MEMBERS ELECTED**

2011/2012	105 Members
2012/2013	104 Members
2013/2014	135 Members
2014/2015	133 Members
2015/2016	135 Members
2016/2017	102 Members
2017/2018	118 Members
2018/2019	89 Members
2019/2020	113 Members
2020/2021	107 Members
2021/2022	104 Members

This schedule does not form part of the statutory financial statements.

The Hereford Cattle Society

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2022

**26. DETAILED PROFIT AND LOSS ACCOUNT**

	2022 £	2021 £
Turnover	612,640	616,292
Administrative Expenses	(714,667)	(642,421)
Other Operating Income	<u>86,154</u>	<u>83,911</u>
<b>Operating (Loss)/Profit</b>	<b>(15,873)</b>	<b>57,782</b>
Investment Income	<u>32,362</u>	<u>22,705</u>
Profit on Ordinary Activities Before Taxation	16,489	80,487
Profit on Disposal of Investments	<u>30,117</u>	<u>15,509</u>
<b>Trading Profit for the Financial Year</b>	<b><u>46,606</u></b>	<b><u>95,996</u></b>

**RECONCILIATION OF PROFIT AND LOSS ACCOUNT TO STATEMENT OF FINANCIAL ACTIVITIES**

	2022 £	2021 £
Trading Profit for the Financial Year	46,606	95,996
Profit (Loss) on revaluation of investment property	25,000	
Profit (Loss) on revaluation of listed investments	<u>(101,957)</u>	<u>90,333</u>
<b>Net Movement in Funds</b>	<b><u>(30,351)</u></b>	<b><u>186,329</u></b>

The Hereford Cattle Society

Detailed Statement of Financial Activities  
for the Year Ended 30 June 2022

	30.6.22 £	30.6.21 £
<b>INCOME AND ENDOWMENTS</b>		
Donations and legacies		
Grants	-	734
Investment income		
Rents received	27,222	27,144
Dividends	<u>32,362</u>	<u>22,705</u>
	59,584	49,849
Charitable activities		
Membership income	88,503	88,763
Gift aid	14,398	14,768
Registration fees	232,845	239,288
Transfer fees	41,494	45,048
Beef scheme levies	42,834	51,146
Export fees	575	650
Sales and commissions	68,132	63,317
DNA testing	121,484	109,805
Herd prefix	<u>2,375</u>	<u>2,775</u>
	612,640	615,560
Other income		
Rental income	<u>58,932</u>	<u>56,764</u>
<b>Total incoming resources</b>	<b>731,156</b>	<b>722,907</b>
<b>EXPENDITURE</b>		
Investment management costs		
Portfolio management	3,783	3,232
Charitable activities		
Wages	179,611	182,742
Social security	15,227	12,113
Pensions	5,221	8,397
Rates and water	13,212	14,389
Premises & Health Insurance	7,480	4,216
Light and heat	21,400	14,903
Telephone	4,978	5,622
Postage and stationery	18,949	21,415
Shows & Breed Promotion	149,420	133,111
Sundries	7,611	3,091
Cleaning	8,831	9,219
Vehicle expenses	3,697	2,329
Travelling expenses	16,373	4,697
DNA testing	113,850	96,444
Repairs and maintenance	30,196	17,265
Carried forward	596,056	529,953

This page does not form part of the statutory financial statements

The Hereford Cattle Society

Detailed Statement of Financial Activities  
for the Year Ended 30 June 2022

	30.6.22 £	30.6.21 £
<b>Charitable activities</b>		
Brought forward	596,056	529,953
Breed improvement scheme	2,969	4,080
Breedplan costs	14,610	12,739
Subscriptions	1,208	1,266
Transfer of semen	17,016	17,001
Depreciation of tangible fixed assets	4,387	4,889
Grants to institutions	<u>1,572</u>	<u>641</u>
	637,818	570,569
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	2,102	3,184
<b>Governance costs</b>		
Auditors' remuneration	4,575	3,760
Accountancy fees	3,564	5,118
Legal fees	<u>62,825</u>	<u>56,558</u>
	<u>70,964</u>	<u>65,436</u>
<b>Total resources expended</b>	<u>714,667</u>	<u>642,421</u>
<b>Net income before gains and losses</b>	16,489	80,486
<b>Realised recognised gains and losses</b>		
Realised gains/(losses) on fixed asset investments	(71,840)	105,843
Realised gains/(losses) on investment property	<u>25,000</u>	<u>-</u>
<b>Net (expenditure)/income</b>	<u>(30,351)</u>	<u>186,329</u>