

THE BRITISH HORSE SOCIETY

Stoneleigh Deer Park , Kenilworth , Warwickshire CV8 2XZ

Incorporated on 5th November 1947

Registered Number 444742

Charity number 210504

ANNUAL REPORT 2003

INDEX

Statement of the Board's responsibilities.....	1
Auditors' report.....	1
Statement of accounting policies.....	2
Group statement of financial activities for the year ended 31st December 2003.....	3
Group cash flow statement for the year ended 31st December 2003.....	4
Balance sheets at 31st December 2003.....	5
Notes to the accounts.....	6 to 11



A18
COMPANIES HOUSE

AJ4PBULC

0360
26/04/04

THE BRITISH HORSE SOCIETY

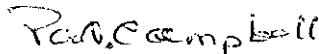
Statement of the Directors' Responsibilities

We are required by company law to prepare accounts, for each financial year, which give a true and fair view of the state of affairs of the Society as at the end of the financial year and of the surplus or deficit of the Society for that period.

In preparing the accounts, appropriate accounting policies have been used and applied consistently, reasonable and prudent judgements and estimates have been made and the accounts have been prepared on a going concern basis.

We are responsible for maintaining adequate accounting records, for safeguarding the assets of the Society and for taking reasonable steps for preventing and detecting fraud and other irregularities.
For and on behalf of the Board

Mrs P Campbell
24th March 2004



Independent auditors' report to the members of The British Horse Society

We have audited the accounts of The British Horse Society for the year ended 31st December 2003 which comprise the accounting policies, statement of financial activities, balance sheet, cashflow statement and related notes. These accounts have been prepared under the historical cost convention as modified by the revaluation of investments and the accounting policies set out therein.

This report is made solely to the society's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the trustees, who are also the directors of The British Horse Society for the purposes of company law, are responsible for the preparation of accounts in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the group and charitable company's state of affairs as at 31st December 2003 and of the group's incoming resources and application of resources, including the income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Oxford
24th March 2004



Critchleys
Chartered Accountants
Registered Auditors

THE BRITISH HORSE SOCIETY

Accounting policies

1 Basis of accounting

The accounts have been prepared in accordance with the statement of recommended practice "Accounting and Reporting by Charities" issued in October 2000 and with applicable accounting standards. They are drawn up under the historical cost accounting rules with the exception of investments which are stated at market value. No separate income and expenditure account is presented for the Society as provided by section 230 of the Companies Act 1985.

The income and expenditure of the trading subsidiary are shown gross in the statement of financial activities.

2 Basis of consolidation

The group accounts consolidate the accounts of the Society and of its subsidiary undertaking. Intra-group transactions are eliminated on consolidation. Surpluses and deficits of organisations entering or leaving the group are included from the date of acquisition or up to the date of disposal.

3 Incoming resources

All income is stated net of VAT, where VAT is chargeable. There have been no significant changes in operations during the year.

Income received for training courses, examinations and events is included in the statement of financial activities on the date on which the course, examination or event occurs. Income received in advance is included within creditors.

Other income, including affiliation fees, is recognised when it is received.

4 Subscriptions

Life subscriptions are credited in full to income in the year of receipt and annual subscriptions are credited on a monthly basis.

5 Legacies and donations

Credit for income arising under these headings is taken in the year in which the amount can be assessed with reasonable certainty. Donations and legacies received for the general purposes of the Society are credited to "other charitable funds". Donations and legacies, subject to specific wishes of the donors are carried to relevant restricted funds, or to endowed funds where the amount is required to be held as permanent capital.

6 Depreciation

Tangible fixed assets are depreciated from the date of acquisition on a straight line basis to write off their cost over their expected useful lives. The annual rates applied to the principal items are:

freehold land	no depreciation is provided
freehold buildings	over 25 years
short term leasehold buildings	over the period of the lease
fixtures and fittings	20% - 33.33%
motor vehicles	25%
computer equipment	33.33%

Grants received, in respect of fixed assets, are credited to a deferred income account, which is released to income and expenditure account over the life of the asset concerned.

7 Operating leases

Rentals paid under operating leases are charged to income in the period to which they relate.

8 Defined contribution pension scheme

Pension contributions are charged to income as they become payable in accordance with the rules of the scheme.

9 Stocks

Stocks, which consist mainly of publications and other goods for resale, are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis; net realisable value is based on estimated selling price less the estimated cost of disposal.

10 Resources Expended

The Charity is organised into departments, which are in one of two categories. The costs of individual departments concerned with specific areas are included within 'costs of activities in furtherance of the charities objects'.

The costs of central departments, which support the individual departments, are included within support costs except where they relate directly to the management and administration of the charity.

Prepayment and accrual adjustments are made as necessary where the expenditure relates to a specific period.

THE BRITISH HORSE SOCIETY

Group statement of financial activities

for the year ended 31st December 2003

	Note	Unrestricted funds £	Restricted funds £	Total 2003 £	Total 2002 £
Incoming resources					
Donations	1	81 653	37 060	118 713	169 485
Grants	1	0	60 750	60 750	66 437
Activities in furtherance of the charity's objects:					
Members Subscriptions		2 155 115	0	2 155 115	2 056 354
Examinations and Other fees		1 975 450	5 180	1 980 630	1 744 227
Events		362 788	0	362 788	294 051
Activities for generating funds:					
Trading Income		480 808	0	480 808	484 801
Advertising and inserts in magazines		158 971	0	158 971	148 115
Challenge Rides		0	45 873	45 873	214 598
Commissions Received		84 420	0	84 420	86 968
Other income	2	23 530	0	23 530	10 918
Investment income	3	135 774	20	135 794	135 113
Total incoming resources		5 458 509	148 883	5 607 392	5 411 067
Resources expended					
Cost of Generating Funds	5	426 105	62 935	489 040	612 039
Charitable Expenditure	5	4 660 153	97 269	4 757 422	4 485 493
Total resources expended	5	5 086 258	160 204	5 246 462	5 097 532
Net (outgoing) incoming resources before transfers		372 251	(11 321)	360 930	313 535
Transfers between funds		0	0	0	0
Net incoming resources/(resources expended)		372 251	(11 321)	360 930	313 535
Net gains/(losses) on investment assets		5 978	493	6 471	(8 949)
Net movement in funds		378 229	(10 828)	367 401	304 586
Fund balances brought forward at 31st December 2002		1 715 157	644 350	2 359 507	2 054 921
Fund balances carried forward at 31st December 2003		2 093 386	633 522	2 726 908	2 359 507

A separate statement of income and expenditure has not been prepared on the basis that there is no significant difference from the group statement of financial activities.

A separate statement of recognised gains and losses has not been prepared as the Society has no material recognised gains or losses other than the net income (expenditure) for the year.
All activities are continuing.

THE BRITISH HORSE SOCIETY

Group cash flow statement

	for the year ended 31st December 2003			
	2003	2003	2002	2002
	£	£	£	£
Net cash (outflow) inflow from operating activities		675 987		632 663
Capital expenditure and financial investments				
Payments to acquire tangible fixed assets	(104 306)		(164 201)	
Receipts from sale of stocks invested	6 073		10 206	
Receipts from sale of tangible fixed assets	<u>0</u>		<u>22 850</u>	
		(98 233)		(131 345)
Management of liquid resources				
Investment in short term deposits		(21 377)		(25 464)
		<u>556 377</u>		<u>475 854</u>
Notes to the group cash flow statement				

Reconciliation of net (outgoing) resources to net cash inflow from operating activities

Net incoming resources	360 930	313 535
Depreciation	67 554	83 958
Loss/(Profit) on Sale of Assets	0	(14 256)
Decrease/(Increase) in stocks	(37 122)	(10 012)
Decrease (increase) in debtors	90 962	(35 005)
Increase (decrease) in creditors	193 663	294 443
Net cash (outflow) inflow from operating activities	<u>675 987</u>	<u>632 663</u>

Analysis of changes in net funds

	2002	Cash flows	Other changes	31 Dec 03
	£	£	£	£
Cash at bank	1 733 628	556 377		2 290 005
Current asset investments	46 798	(6 073)	6 471	47 196
Short term deposits	<u>742 391</u>	<u>21 377</u>		<u>763 768</u>
	<u>2 522 817</u>	<u>571 681</u>	<u>6 471</u>	<u>3 100 969</u>

Reconciliation of net cash flow to movement in net funds

	2003
	£
Increase (Decrease) in cash for the year	556 377
Net inflow/(Outflow) from liquid resources	21 377
Unrealised gains on revaluations in the year	6 471
Net inflow/(Outflow) from Investment shares	<u>(6 073)</u>
Change in net debt	578 152
Net funds at 31st December 2002	<u>2 522 817</u>
Net funds at 31st December 2003	<u>3 100 969</u>

THE BRITISH HORSE SOCIETY

Balance sheet Group and The Society

at 31st December 2003

	Note	Group		The Society	
		2003 £	2002 £	2003 £	2002 £
Fixed assets					
Tangible assets	7	1 095 562	1 058 810	1 095 562	1 058 810
Investments	8	0	0	5 000	5 000
		<u>1 095 562</u>	<u>1 058 810</u>	<u>1 100 562</u>	<u>1 063 810</u>
Current assets					
Stocks		171 012	133 890	0	0
Debtors					
amounts falling due					
within one year	9	281 776	337 252	582 904	440 259
after more than one year	10	0	35 486	0	35 486
Investments	11	810 964	789 189	810 964	789 189
Cash at bank and in hand		<u>2 290 005</u>	<u>1 733 628</u>	<u>2 087 585</u>	<u>1 679 209</u>
		3 553 757	3 029 445	3 481 453	2 944 143
Current liabilities					
Creditors due within one year	12	1 922 411	1 728 748	1 869 686	1 662 952
Net current assets		<u>1 631 346</u>	<u>1 300 697</u>	<u>1 611 767</u>	<u>1 281 191</u>
Net assets		<u>2 726 908</u>	<u>2 359 507</u>	<u>2 712 329</u>	<u>2 345 001</u>
represented by					
Income funds					
Restricted funds	15	633 522	644 350	633 522	644 350
Unrestricted funds					
Designated funds	16	337 192	239 146	337 192	239 146
Other charitable funds	17	1 741 615	1 461 505	1 741 615	1 461 505
Non-charitable trading funds	17	14 579	14 506	0	0
Total reserves		<u>2 726 908</u>	<u>2 359 507</u>	<u>2 712 329</u>	<u>2 345 001</u>

The accounts were approved by
the Board on 24th March 2004 and
signed on its behalf by

Mrs P CAMPBELL - Chairman

Mrs H T PHILLIPS FCA - Treasurer

P. Campbell

H. Phillips

THE BRITISH HORSE SOCIETY

NOTES ON THE ACCOUNTS

for the year ended 31st December 2003

1 Donations and grants receivable

Donations receivable include the following :

Miss Nora Mary Stride Deceased
Mr J Whitehead Deceased
Mrs G M M Gigg Deceased
Mrs Storr
Miss P C M Barnes Deceased
Mrs K Edgar Deceased

2003	2002
£	£
0	2 160
0	11 670
1 811	12 000
0	10 000
43 000	50 000
26 518	0

Grants receivable include the following :

Scottish Natural Heritage
Countryside Agency
DETR
DTLR
Snowdonia National Park
Gwynedd County Council
Leonardo
Sports Councils
England

5 740	2 307
0	8 100
3 035	0
0	4 239
0	7 334
0	2 974
16 787	77
30 000	30 000

2 Other income

Other income includes consultancy and miscellaneous items

23 530	10 918
--------	--------

3 Investment income

Income from listed investments
Income from investment property
Interest receivable

2 388	2 056
65 042	56 628
68 364	76 429
135 794	135 113

4 Subsidiary company

The Society has one wholly owned trading subsidiary, which is incorporated in England. The British Horse Society (Trading Company) Limited undertakes the trading activities of the Society and covenants its taxable profits to the Society. The trading results of the Subsidiary are included within the consolidated accounts. Audited accounts have been filed with the Registrar of Companies. A summary of the results of the subsidiary is shown below.

The British Horse Society (Trading Company) Limited

Turnover
Cost of Sales
Gross Profit
Covenant to Charity

Total 2003	Total 2002
697,041	989,093
677,168	979,077
19,873	10,016
19,800	10,000

Net profit/(loss)

73	16
----	----

The aggregate of the assets, liabilities and funds was:

Assets
Liabilities

443,356	256,065
(423,777)	(236,559)

Funds

19,579	19,506
--------	--------

5 Analysis of total resources expended

Cost of Generating Funds

Trading
Fundraising

Staff costs	Other	Depreciation
68 108	321 775	0
30 097	69 060	0
88 205	390 835	0

Total 2003 £	Total 2002 £
389 883	395 253
99 157	216 786
489 040	612 039

Charitable Expenditure

Activities in furtherance of the charity's objects:

Membership costs
Training, examinations and approvals
Safety, access and welfare
Events
Support Costs
Management and Administration

480 490	1 441 199	82
313 629	675 532	142
255 007	206 951	7 494
88 095	52 289	68
396 040	516 133	59 768
146 744	117 759	0
1 680 005	3 008 863	67 554

1 921 771	1 665 170
989 303	958 608
469 452	507 168
140 452	197 305
971 941	940 549
264 503	216 693
4 757 422	4 485 493

Total resources expended

1 778 210	3 400 698	67 554
-----------	-----------	--------

5 246 462	5 097 532
-----------	-----------

THE BRITISH HORSE SOCIETY

Notes continued

for the year ended 31st December 2003

5 Analysis of total resources expended continued

Other expenditure includes :	2003	2002
Auditors' remuneration	£	£
for audit work	8 750	8 500
for non-audit work	800	2 152
Within Resources Expended are operating lease rentals		
for land and buildings	48 244	61 430
for plant and machinery	37 172	40 178

6 Trustees and employees

Trustees

No remuneration is paid to any trustee by virtue of his or her position on the board. The trustees who held office throughout the year are shown on published accounts

The cost of expenses and reimbursement to trustees during the year amounted to	25 992	23 636
Fees paid to trustees during the year for examinations carried out	3 063	4 611
The cost of providing directors and officers insurance during the year amounted to	4 013	1 675

Staff costs

Wages and salaries	1 453 493	1 304 184
Social security costs	137 210	108 148
Pension Costs	97 511	83 010
Life assurance costs	5 253	5 979
Other costs and employee benefits	84 743	94 921
	<u>1 778 210</u>	<u>1 596 242</u>

The Society operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Society in an independently administered fund. The pension cost charge represents the contributions payable by the Society to the fund.

Other costs and employee benefits include medical benefits, car allowances and engagement expenses.

The number of employees whose emoluments as defined for taxation purposes amounted to over £50,000 in the year were as follows:

£ 70,001 - £80,000

number	number
1	1

The items used to determine the above values are

gross salary, employer's contribution for life cover and the taxable value of benefits in kind.

Contributions of £5,484 were made to a private pension scheme on behalf of the employee earning more than £50,000

The average number of employees calculated on a full-time equivalent basis, analysed by function was:

Charitable activities	68	62
Cost of generating funds	8	9
Management and administration	2	2
	<u>78</u>	<u>73</u>

THE BRITISH HORSE SOCIETY

Notes continued

for the year ended 31st December 2003

7 Tangible fixed assets
Group and The Society

	Database £	Freehold property £	Fixtures fittings & equipment £	Motor vehicles £	Total £
Cost					
At 31st December 2002	73 148	1 046 502	543 631	43 850	1 707 131
Additions	90 645	0	13 661	0	104 306
Disposals	0	0	(14 871)	0	(14 871)
At 31st December 2003	<u>163 793</u>	<u>1 046 502</u>	<u>542 421</u>	<u>43 850</u>	<u>1 796 566</u>
Depreciation					
At 31st December 2002	24 382	135 786	458 804	29 349	648 321
Charge for the year	0	29 860	30 444	7 250	67 554
Disposals	0	0	(14 871)	0	(14 871)
At 31st December 2003	<u>24 382</u>	<u>165 646</u>	<u>474 377</u>	<u>36 599</u>	<u>701 004</u>
Net book value					
At 31st December 2003	<u>139 411</u>	<u>880 856</u>	<u>68 044</u>	<u>7 251</u>	<u>1 095 562</u>
At 31st December 2002	<u>48 766</u>	<u>910 716</u>	<u>84 827</u>	<u>14 501</u>	<u>1 058 810</u>

The cost as shown above represents the full cost to the Society before deducting grants and contributions received, of which there were none in the year to 31st December 2002 and 31st December 2003.

All fixed assets owned by the Society, are used for direct charitable purposes.
Included in Freehold property is £300,000 of land which is not depreciated.

It has been decided that depreciation should not be provided in the year to 31st December 2003 on the database system, as the system was not implemented until February 2004.

8 Fixed asset investments
The Society

Shares in subsidiary undertaking :
At 31st December

2003 £	2002 £
<u>5 000</u>	<u>5 000</u>

The Society owns the entire ordinary share capital of The British Horse Society (Trading Company) Limited, which is incorporated in England and undertakes the trading activities of the Society.

Group and The Society
Leasehold property

Cost
As at 31st December 2002 and 31st December 2003

<u>94 081</u>	<u>94 081</u>
---------------	---------------

Depreciation
As at 31st December 2002 and 31st December 2003

<u>94 081</u>	<u>94 081</u>
---------------	---------------

Net book value
As at 31st December 2002 and 31st December 2003

<u>0</u>	<u>0</u>
----------	----------

By 30th April 1998, the move to new offices on Stoneleigh Deer Park was complete and the former main offices were leased to British Equestrian Federation Limited.

The Trustees consider that due to the nature of the lease, there is no open market value.

THE BRITISH HORSE SOCIETY

Notes continued

for the year ended 31st December 2003

9 Debtors : amounts falling due within one year

	Group		The Society	
	2003	2002	2003	2002
	£	£	£	£
Trade debtors	128 058	150 661	58 134	86 706
Loans to event organisers	7 810	14 910	7 810	14 910
Current account with subsidiary undertaking	0	0	371 052	170 764
Loan to British Eventing	20 875	62 625	20 875	62 625
Other debtors	0	0	0	0
Prepayments	125 033	109 056	125 033	105 254
	<u>281 776</u>	<u>337 252</u>	<u>582 904</u>	<u>440 259</u>

10 Debtors : amounts falling due after more than one year

Loans to event organisers	0	14 611	0	14 611
Loan to British Eventing	0	20 875	0	20 875
	<u>0</u>	<u>35 486</u>	<u>0</u>	<u>35 486</u>
	<u>281 776</u>	<u>372 738</u>	<u>582 904</u>	<u>475 745</u>

The loan to British Eventing is secured by a debenture in favour of the Society and interest is charged at 2% over the base rate quoted by the Society's bankers.

11 Investments

	2003	2002
Group and The Society		
Unlisted investments at cost		
Royal Bank of Scotland - customer bid deposit account	<u>763 768</u>	<u>742 391</u>
Analysis of listed investments at market value		
Monks Investment Trust 25p ordinary shares	0	5 580
3.5% war stock	2 965	3 217
M & G charifund income units	<u>44 231</u>	<u>38 001</u>
	<u>47 196</u>	<u>46 798</u>
	<u>810 964</u>	<u>789 189</u>
Listed investments at cost	<u>16 264</u>	<u>21 915</u>

12 Creditors due within one year

	Group		The Society	
	2003	2002	2003	2002
	£	£	£	£
Trade creditors	240 958	277 852	217 419	248 037
PAYE and NI payable	72 797	57 918	53 916	40 693
Other creditors	25 970	16 145	24 064	16 145
Accruals	244 258	220 961	244 258	220 961
Subscriptions received in advance	952 182	900 870	952 182	900 870
Other income received in advance	386 246	255 002	377 847	236 246
	<u>1 922 411</u>	<u>1 728 748</u>	<u>1 869 686</u>	<u>1 662 952</u>

13 Deferred Income

	Group	The Society
Balance at 1st January 2003	1 155 872	1 137 116
Amount released to incoming resources	(1 155 872)	(1 137 116)
Amount deferred in the year	<u>1 338 428</u>	<u>1 330 029</u>
Balance at 31st December 2003	<u>1 338 428</u>	<u>1 330 029</u>

Deferred income comprises subscriptions and fees received in advance.

14 Share capital

The Society is a company limited by guarantee, having no share capital. In the event of the Society being wound up, each person, who is at that time a member, or has ceased to be a member within one year of that date, is liable to contribute to the Society such amount as the Society may require, not exceeding two pounds.

THE BRITISH HORSE SOCIETY

Notes continued

for the year ended 31st December 2003

15 Restricted funds
Group and The Society

	At 1st January 2003	Income	Expenditure	At 31st December 2003
	£	£	£	£
Year of the Horse Development fund	376 352	5 179	(19 492)	362 039
Event Organisers' loan funds	70 872	0	0	70 872
The Bodyfoel fund	6 633	75	0	6 708
The Fenwick Watch fund	409	0	0	409
The Saddlers' Training fund	13 964	24 000	(22 878)	15 086
The Horse and Hound Training fund	5 293	0	0	5 293
W W Thomson Bursary fund	36 492	3 288	(10 000)	29 780
Inchcape Dressage Team Training fund	4 452	5 693	(10 145)	0
The John Yates Bursary fund	2 443	0	(100)	2 343
Irene Heppell York fund	30 555	0	0	30 555
Sabrina Way and Three Rivers Ride	2 758	8 750	(8 607)	2 901
Grants including Sports Council	94 127	30 000	(43 109)	81 018
Challenge Rides Welfare fund	0	45 873	(45 873)	0
Mrs K Edgar Fund	0	26 518	0	26 518
Total Restricted funds	644 350	149 376	(160 204)	633 522

The Development fund was accumulated to encourage the use of the horse, to raise standards of riding and of horsemanship and, above all, to make certain that horses and ponies used and owned by human beings are not abused.

The Event Organisers' fund is used specifically to provide loans to organisers of Horse Trials Events.

The Saddlers Training fund holds the annual grant kindly presented by the Worshipful Company of Saddlers for specific training activities held by The British Horse Society and other riding disciplines.

The Horse and Hound Training fund is to aid specific training activities.

The W W Thomson Bursary fund has been provided to assist with the training of potential designers and course builders, and in particular for the advancement of education and safety.

The Inchcape Dressage Team Training fund was generously provided for the training and coaching of the future British Dressage team.

The Irene Heppell York fund was generously provided for the welfare of aged horses in the York area.

The Sabrina Way and Three Rivers Ride fund was set up from the grants and donations kindly given to assist with the production of trail guide leaflets for riders.

The Challenge Rides Welfare fund was generously created by the challengers of the Jordan, Peru and Iceland Rides for the Rescue Centre.

The Mrs K Edgar Fund was very kindly donated for the provision of horse rescue purposes.

16 Designated funds
Group and The Society

	At 1st January 2003	Income	Expenditure	At 31st December 2003
	£	£	£	£
Road Safety fund	32 637	50	0	32 687
Bridleways fund	2 389	310	0	2 699
Access Legal fund	9 807	0	5 000	14 807
Miss P.C.M.Barnes fund	50 000	43 000	(11 716)	81 284
The British Riding Clubs fund	144 313	61 402	0	205 715
Total Designated funds	239 146	104 762	(6 716)	337 192

The Road safety fund is a fund to assist in areas of research of safety for the ridden or driven horse.

The fund of Miss P.C.M.Barnes has been designated by the Trustees from the funds generously provided by Miss P.C.M.Barnes deceased for various specific projects.

The British Riding Clubs Funds have been set aside to recognise the reserves accumulated by the department. The purpose of this is to ensure that there are sufficient funds available for future competitions and events within Riding Clubs, but remains a charitable fund of The British Horse Society.

	2003 £	2002 £
17 Other charitable funds		
Group and The Society		
At 31st December 2002	1 461 505	1 068 215
Surplus for the year	280 110	393 290
	<u>1 741 615</u>	<u>1 461 505</u>
Transferred from restricted funds - note 16	0	0
Transferred from (to) designated funds - note 17	0	0
At 31st December 2003	<u>1 741 615</u>	<u>1 461 505</u>
Non-charitable trading funds		
Group		
At 31st December 2002	14 506	14 490
Surplus for the year	73	16
At 31st December 2003	<u>14 579</u>	<u>14 506</u>

18 Analysis of group net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31st December 2003 are represented by :			
Tangible fixed assets	956 151	139 411	1 095 562
Investments	316 853	494 111	810 964
Other Current assets	2 742 793	0	2 742 793
Current liabilities	(1 922 411)	0	(1 922 411)
Total net assets	<u>2 093 386</u>	<u>633 522</u>	<u>2 726 908</u>
Unrealised gains included above			
On investment assets (see below)	<u>16 211</u>	<u>0</u>	<u>16 211</u>
Reconciliation of movements in unrealised gains on investment assets			
Unrealised gains at 31st December 2002	10 233	1 635	11 868
Add net Gains on revaluations in the year	5 978	(1 635)	4 343
Unrealised gains at 31st December 2003	<u>16 211</u>	<u>0</u>	<u>16 211</u>

19 Guarantees and other financial commitments

Financial commitments under non-cancellable operating leases will result in the following payments falling due in the year to 31st December 2003

	2003 £	2002 £
expiring within one year		
for land and buildings	3 370	28 447
for plant and machinery	0	42 114
	<u>3 370</u>	<u>70 561</u>
expiring within two to five years		
for land and buildings	0	0
for plant and machinery	36 420	0
	<u>36 420</u>	<u>0</u>
expiring after five years		
for land and buildings	29 207	25 886
for plant and machinery	0	0
	<u>29 207</u>	<u>25 886</u>

The leases on land at Stoneleigh expire in December 2017 and are subject to 5 yearly rent reviews, with the next review due on 1st January 2004. Some of these leases were surrendered during 1999.
The lease at Stonecroft ceased in September 2003.