

Registered Number: SC019414 (Scotland)  
Scottish Charity Number: SC010218

Report of the Directors and  
Unaudited Financial Statements  
for the year to 31 August 2019  
for  
The Beef Shorthorn Cattle Society  
a company limited by guarantee

The Beef Shorthorn Cattle Society  
a company limited by guarantee  
Company Number SC019414

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**The Beef Shorthorn Cattle Society**  
**a company limited by guarantee**  
**Company Number SC019414**

**Report of the Directors**

The Directors present their annual report for the year ended 31 August 2019.

**OBJECTIVES AND ACTIVITIES**

The objectives of the Society are:

- (1) To maintain unimpaired the purity of the breed of cattle known as Shorthorn Cattle, the pedigrees of which are in use to be registered in the herd book known as Coates Herd Book (hereinafter referred to as “Shorthorns”); to promote the breeding of Shorthorns and more especially the strains thereof known as “Scotch” Shorthorns and generally to promote the interests of the breeders and owners of such cattle.
- (2) To further the above objects by collecting and verifying information of all kinds relative to Shorthorns and publishing the same by any method in the United Kingdom and elsewhere in any part of the world, and by corresponding with and affiliating Corporations, Societies, and persons in the United Kingdom and abroad interested in or professing objects similar to or connected with the objects of the Association.
- (3) To receive and apply contributions from any other Associations, Societies or persons in aid of the objects of the Association: to receive subscriptions and other payments in return for, or in consideration of, the issue of any publications of the Association, and/or the entry therein of information regarding Shorthorns, also to contract with members of the Association or of the public for the insertion of advertisements in any publications of the Association.
- (4) To promote and conduct sales and purchases of Shorthorns and that either directly, or by means of agents and/or Auctioneers instructed or employed by the Association: to make and enforce regulations for the conduct of such sales and to charge and receive commission in respect of such business.
- (5) To promote exhibitions of Shorthorns whether or not belonging to members of the Association by any means which the Association may deem expedient and if thought fit by contributing money to be awarded as prize or prizes, premium or premiums to the owner or owners, or breeders of any Shorthorn or Shorthorns selected by a Judge or Judges appointed by the Association or others, and that in Great Britain or any other part of the world: also to contribute money to be applied in giving prizes to cross-bred cattle with an infusion of Shorthorn blood.
- (6) To receive monies from any persons, Society or Company and to hold the same in trust for the objects of the Association and to raise, manage and invest funds.
- (7) To undertake the arbitration upon and settlement of disputes between Members of the Association relating to or connected with Shorthorns.
- (8) To investigate suspicious or doubtful pedigrees of Shorthorns, and to investigate any alleged frauds, misrepresentations, and/or mal-practices relating to Shorthorns and/or to publish the results of such investigations.
- (9) To institute enquiries and to prosecute or defend legal or other proceedings relating to Shorthorns or to the Association, subject always to the laws relating to champerty and maintenance.
- (10) To purchase, take on lease, hire and acquire for the purposes of the Association, houses, lands, goods and other property, and to sell, let or otherwise dispose of the same, as may be deemed expedient with a view to the promotion of the objects of the Association.
- (11) To raise or borrow money for the purposes of the Association and to secure the same by mortgage or charge of the property of the Association or by the issue of debentures or debenture stock.
- (12) To invest and deal with any monies not for the time being required for the purposes of the Association including such investments and in such manner as may be thought fit provided that monies subject or representing property subject to the jurisdiction of the Charity Commissioners or of any authority exercising corresponding jurisdiction in Scotland shall only be invested in such securities and with sanction (if any) as may for the time being be prescribed by law.
- (13) To do all such other lawful things as are incidental or conducive to the attainment of the above objects.

**ACHIEVEMENTS AND PERFORMANCE**

**Review of the year**

Despite the uncertainty over the future of the agricultural industry, confidence in the breed remains high and interest in the breed continues. Membership continues to grow at a steady rate and the Society welcomed a further 74 new members during the year. The quality and the popularity of the breed was evidenced when a new centre record of 11,000gns for females was set at Skipton in the autumn, with the year’s highest price of 15,000gns set at the February bull sales in Stirling. The new website was launched to time and to budget in September 2018 and offers the additional functionality of a live breeders’ directory and a members’ cattle for sale page. Both the website and the additional services have been well received by members. Plans are in hand to extend the facility to advertise cattle to include semen. The annual Journal was revamped and the refreshed design and clearer layout was generally appreciated.



**The Beef Shorthorn Cattle Society**  
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**Report of the Directors (cont.)**

**Review of the year (cont)**

Following an extensive tender process, the British Charolais Cattle Society (BCCS) was appointed as the service provider for all registrations, transfers and DNA testing. BCCS took over from Pedigree Cattle Services on 1st July. In August, office premises in Lamport were secured for the Breed Secretary and her assistant and this extra workspace has made a significant difference to day to day operations.

The Morrisons Shorthorn Beef Scheme continues to make good progress and the spring and autumn store sales organised by the Society and supported by Morrisons are now established in the calendar. Once again Beef Shorthorns were very well represented at the shows, beginning with a clean sweep at the Royal Ulster taking not just Best Native Breed Pair but also Interbreed Group of Three and Interbreed Group of Five and Overall Beef Breed Champion of Champions; dominating the lines at the Royal Highland Show with the highest number of entries of any breed, an excellent turnout at the Great Yorkshire Show and increasing in numbers and interest at the Royal Welsh.

**FINANCIAL REVIEW**

With regard to movement of funds, the overall surplus of income over expenditure was £47,434, with unrestricted funds at the end of the financial year of £874,371 and restricted funds of £3,100.

**Reserves policy**

The Directors have a Policy to maintain Unrestricted Funds equal to at least two years normal annual expenditure. The Directors do not envisage any significant changes to the Reserves Policy in the near future.

**Investment policy**

The Society maintains an investment portfolio of shares, bonds and cash in order to benefit from capital gain and to generate income. Fund Managers are appointed to manage the portfolio and invest surplus cash. The Fund Managers have discretionary powers over investment policy and stock picking. The Fund Managers submit half yearly performance reports and annual tax reports.

The investments held generated income of £19,262 in the year, which the directors consider to be satisfactory.

**PLANS FOR FUTURE PERIODS**

The purity of the Breed remains paramount and conditions for entry into Coates's Herd Book Beef will be kept under constant review.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Charitable Status**

The Society is a charitable company limited by guarantee, incorporated on 14 November, 1936. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The company is registered as a charity in Scotland.

**Directors**

As set out in the Articles of Association, directors are elected by the members at the AGM to serve a period of three years. Overall policy is determined by the board of directors. Day-to-day operations are the responsibility of the Secretary.

**The Beef Shorthorn Cattle Society**  
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**Report of the Directors (cont.)**

**Induction and training/development of directors**

New directors are provided with a booklet detailing their roles and responsibilities, copies of the previous annual report and accounts and previous board minutes. In addition, each has a meeting with the Breed Secretary to discuss how the Society is run and their role as a director. Directors are required to have the appropriate skills to carry out their role and development is encouraged by the Society by organising training and refresher events and issuing information on governance matters.

**Risk review**

The board of directors has conducted its own review of the major risks to which the organisation is exposed and systems have been established to mitigate those risks. The Board continues to review strategy and performance and considers the challenges and issues. Internal operating risks are minimised by the implementation of procedures for the authorisation of all transactions. These procedures are under constant review.

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Company Information

**DIRECTORS:** Geoffrey L Riby  
David G Alexander  
Donald J Biggar OBE  
Carey D Coombs  
Trevor C Brown (resigned 3 February 2019)  
The Rt. Hon. Gerald Turton 'Honorary Vice President'  
Major John P O Gibb 'Honorary Vice President'  
Charles A Horrell  
Sally A Horrell  
Caroline Ivinson  
Charles S Horton  
Cathryn M Williamson  
Tina Russell (resigned 3 February 2019)  
Steven Johnson  
Shona M Calder  
Martin H R Reynolds  
Richard Henning  
Timothy P Coles (appointed 3 February 2019)  
David Dickie (appointed 3 February 2019)  
Ian J Rickatson (appointed 3 February 2019)  
Timothy Riley (appointed 3 February 2019)

**SECRETARY:** Cathryn M Williamson

**REGISTERED OFFICE:** Chapelshade House  
78 – 84 Bell Street  
Dundee  
DD1 1RQ

**REGISTERED NUMBER:** SC019414

**REGISTERED CHARITY:** SC010218

**INDEPENDENT EXAMINER:** Derek Grant CA  
MMG Archbold Ltd  
Chapelshade House  
78 – 84 Bell Street  
Dundee  
DD1 1RQ

**BANKERS:** HSBC  
133 – 135 Daventry Road  
Cheylesmore  
Coventry  
CV3 5HD

**The Beef Shorthorn Cattle Society**  
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**Report of the Directors (cont.)**

**Statement of Trustees' Responsibilities**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that year. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities 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 accounts; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued March 2005) and in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small entities.

**Approved by the Board and signed on its behalf by**



**Cathryn Williamson - Secretary**  
20 November 2019



**The Beef Shorthorn Cattle Society**  
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**Independent Examiner's Report to the Trustees and Members of**  
**The Beef Shorthorn Cattle Society**

I report on the financial statements of The Beef Shorthorn Cattle Society for the year ended 31 August 2019 as set out on pages 7 to 16.

**Respective responsibilities of Trustees and Independent Examiner**

The Trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The Trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

**Basis of Independent Examiner's Statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records.

It also includes consideration of any unusual items or disclosures in the accounts and seeks explanation from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

**Independent Examiner's Statement**

In the course of my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the requirements
  - to keep accounting records in accordance with section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulationshave not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



**Derek Grant CA**  
**MMG Archbold Ltd**  
**Chartered Accountants**  
**Chapelshade House**  
**78 – 84 Bell Street**  
**Dundee**  
**DD1 1RQ**

**20 November 2019**



**The Beef Shorthorn Cattle Society**  
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**Statement of Financial Activities**  
**(Incorporating Income and Expenditure Account)**  
**for the year ended 31 August 2019**

	<u>Notes</u>	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>Total</u> <u>Year to</u> <u>31.08.19</u> £	<u>Total</u> <u>Year to</u> <u>31.08.18</u> £
<b>Income and endowments from:</b>					
Donations and legacies	1	27,850	-	27,850	25,733
Charitable activities	2	314,815	-	314,815	282,693
Investment	3	<u>19,262</u>	-	<u>19,262</u>	<u>19,455</u>
<b>Total income</b>		<u>361,927</u>	-	<u>361,927</u>	<u>327,881</u>
 <b>Resources expended</b>					
Raising funds	4	4,312	-	4,312	3,739
Charitable activities	5	<u>314,230</u>	-	<u>314,230</u>	<u>267,707</u>
<b>Total expenditure</b>		<u>318,542</u>	-	<u>318,542</u>	<u>271,446</u>
Net gains/(losses) on investments	8	<u>4,049</u>	-	<u>4,049</u>	<u>30,143</u>
<b>Net income/(expenditure)</b>		<b>47,434</b>	-	<b>47,434</b>	<b>86,578</b>
Total funds at 1 September 2018		<u>826,937</u>	<u>3,100</u>	<u>830,037</u>	<u>743,459</u>
<b>Total funds at 31 August 2019</b>	13	<u>874,371</u>	<u>3,100</u>	<u>877,471</u>	<u>830,037</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous periods.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous periods.

The notes form part of these financial statements

**The Beef Shorthorn Cattle Society**  
**a company limited by guarantee**  
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**Balance Sheet as at 31 August 2019**

	<u>Note</u>	<u>2019</u> <u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>Total</u> <u>Funds</u> £	<u>2018</u> <u>Total</u> <u>Funds</u> £
<b>Fixed Assets:</b>					
Tangible assets	7	2,908	-	2,908	1,523
Investments	8	<u>754,107</u>	-	<u>754,107</u>	<u>692,700</u>
		<u>757,015</u>	-	<u>757,015</u>	<u>694,223</u>
<b>Current Assets:</b>					
Stock	9	1,004	-	1,004	1,670
Debtors		43,129	-	43,129	31,156
Cash at bank and in hand		<u>123,816</u>	<u>3,100</u>	<u>126,916</u>	<u>163,715</u>
		<u>167,949</u>	<u>3,100</u>	<u>171,049</u>	<u>196,541</u>
<b>Creditors</b>					
Amounts falling due within one year	10	(50,593)	-	(50,593)	(60,727)
<b>Net Current Assets</b>		117,356	3,100	120,456	135,814
<b>Total funds at 31 August 2019</b>		<u>874,371</u>	<u>3,100</u>	<u>877,471</u>	<u>830,037</u>
<b>CAPITAL AND RESERVES</b>					
<b>Restricted funds:</b>					
Capital reserve	11			<u>3,100</u>	<u>3,100</u>
				3,100	3,100
<b>Unrestricted funds:</b>					
General funds				<u>874,371</u>	<u>826,937</u>
<b>Total funds</b>				<u>877,471</u>	<u>830,037</u>

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 31 August 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2019 in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for:

- a) Ensuring that the company keeps proper accounting records which comply with Sections 386 and 387 of the Companies Act 2006, and
- b) Preparing financial statements which give a true and fair view of the state of affairs of the 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 company.

The notes form part of these financial statements

**The Beef Shorthorn Cattle Society**  
**a company limited by guarantee**  
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**Balance Sheet as at 31 August 2019**

These financial statements have been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board on 20 November 2019 and signed on its behalf by



**Charles Horton – DIRECTOR**

The notes form part of these financial statements

The Beef Shorthorn Cattle Society  
a company limited by guarantee  
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Notes to the Financial Statements  
for the year ended 31 August 2019

## ACCOUNTING POLICIES

The following accounting policies have been applied consistently in the current and preceding year in dealing with items which are considered material in relation to the charity's accounts.

### **Basis of preparation**

The accounts have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

The financial statements have been prepared on the going concern basis. The directors consider that it is appropriate to prepare the financial statements on this basis as there are sufficient reserves carried forward and future income streams have been identified. If the company were unable to continue as a going concern, the accounts would have to be adjusted to write down assets to their recoverable amount, to provide for any additional losses or liabilities that might arise and to reclassify fixed assets as current assets.

### **Funds**

- i) Restricted funds are funds subject to specific declaration by the donor or expendable at the discretion of the Directors in furtherance of a particular activity.
- ii) Unrestricted funds are expendable at the discretion of the Directors in furtherance of the aims of the Beef Shorthorn Cattle Society.

### **Status of the company**

The Beef Shorthorn Cattle Society is a company limited by guarantee of its members and does not have a share capital. Each member has undertaken to contribute an amount not exceeding one pound towards any deficit arising in the event of the company being wound up.

### **Incoming resources**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- i) Shares donated have been recognised as a donation at market value on date of receipt through the statement of financial activities.
- ii) Investment income is included when receivable.
- iii) Subscriptions are credited to income in the period to which they relate and any deferred income is carried forward.
- iv) DNA income received for future testing programme is credited to income in the period in which it is received subject to a 14% deferral to future periods, based on the researched level of registered calves which subsequently sire progeny. This deferred income will be credited to the statement of financial activities in the period in which it is required to meet the related costs of DNA tests.

### **Resources expended**

Expenditure is recognised on an accruals basis as a liability and is incurred and allocated between funds on a direct basis:

- i) Charitable expenditure comprised those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities as well as those of an indirect nature necessary to support them.
- ii) Costs of generating funds comprise the costs associated with management of the investment portfolio.
- iii) Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.



**The Beef Shorthorn Cattle Society**  
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**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

**ACCOUNTING POLICIES (continued)**

**Tangible fixed assets**

Depreciation is calculated to write off the cost of the fixed assets as follows:

Cups and trophies	-	3 years
Computer equipment	-	5 years

**Investments**

Investments are included at market value. Realised gains and losses, representing the difference between sale proceeds and cost are dealt with in the SOFA. Unrealised gains and losses, representing the movement in the market value of investments over the financial year, or from their date of purchase if acquired during the financial year, are shown in note 8. In the case of a permanent diminution in the value of investments, provision is made in the SOFA to reduce the carrying value to the recoverable amount.

**Stocks**

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

**Financial Instruments**

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially measured at transaction price (including transaction costs).

The Charity 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

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**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

1. **DONATIONS & LEGACIES**

	2019		<u>Total</u> Funds £	<u>2018</u> Total Funds £
	<u>Unrestricted</u>	<u>Restricted</u>		
	Funds £	Funds £		
Subscriptions	27,270	-	27,270	25,389
Donations	<u>580</u>	<u>-</u>	<u>580</u>	<u>344</u>
	<u>27,850</u>	<u>-</u>	<u>27,850</u>	<u>25,733</u>

Total donations and legacies in the prior year were £25,733 all of which was unrestricted.

2. **CHARITABLE ACTIVITIES**

Commission on levy on sales	35,755	-	35,755	38,333
Title registration fees	150,231	-	150,231	138,732
Transfer certificates	22,100	-	22,100	13,858
Herd prefixes	2,520	-	2,520	1,920
Advertising	11,537	-	11,537	10,169
DNA Tests	29,417	-	29,417	16,503
Licence and breed development fee	60,000	-	60,000	60,000
Coates Herd book	-	-	-	18
Merchandise income	2,403	-	2,403	609
Sundry receipts	<u>852</u>	<u>-</u>	<u>852</u>	<u>2,551</u>
	<u>314,815</u>	<u>-</u>	<u>314,815</u>	<u>282,693</u>

Charitable activities in the prior year were £282,693, all of which was unrestricted.

3. **INVESTMENT INCOME**

Dividend income	19,262	-	19,262	19,455
Bank interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>19,262</u>	<u>-</u>	<u>19,262</u>	<u>19,455</u>

Investment income in the prior year was £19,455, all of which was unrestricted.

4. **RAISING FUNDS**

Investment manager's fees	<u>4,312</u>	<u>-</u>	<u>4,312</u>	<u>3,739</u>
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Raising funds in the prior year was £3,739, all of which was unrestricted.

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**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

5. CHARITABLE ACTIVITIES

	<u>2019</u>		<u>Total</u> <u>Funds</u> £	<u>2018</u> <u>Total</u> <u>Funds</u> £
	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £		
Management fee	35,000	-	35,000	41,750
Payroll expenses	52,486	-	52,486	48,858
Postages and telephone	6,428	-	6,428	2,653
Printing and stationery	10,055	-	10,055	8,291
Database costs	5,335	-	5,335	3,281
Subscriptions	1,151	-	1,151	236
Computer maintenance	6,882	-	6,882	2,855
Professional fees	6,332	-	6,332	2,873
Advertising	15,660	-	15,660	21,872
Publicity	12,408	-	12,408	13,687
Shows and events	27,067	-	27,067	30,672
Travel expenses	3,191	-	3,191	2,824
Annual Dinner deficit	731	-	731	691
Breed secretary expenses	4,116	-	4,116	4,188
Insurance	2,749	-	2,749	2,235
Bank charges	794	-	794	678
Miscellaneous	1,904	-	1,904	1,219
DNA testing	36,978	-	36,978	16,092
NBDC	12,394	-	12,394	17,296
Doug Dear Project	-	-	-	807
Coates Herd Book	-	-	-	550
Journal	22,995	-	22,995	19,156
Admin and accountancy consultancy	26,714	-	26,714	1,950
Depreciation	1,010	-	1,010	430
Rent of office	781	-	781	-
Other office items - office expenses	1,431	-	1,431	-
Systems audit fee	-	-	-	5,600
Focus farms	1,228	-	1,228	-
Young Beef Farmer Award	158	-	158	3,160
Website development costs	3,334	-	3,334	1,996
Accountancy and bookkeeping	6,311	-	6,311	5,767
Independent examiners fee	2,250	-	2,250	2,175
Meeting expenses	<u>6,357</u>	<u>-</u>	<u>6,357</u>	<u>3,865</u>
	<u>314,230</u>	<u>-</u>	<u>314,230</u>	<u>267,707</u>

Resources expended in the prior year was £267,707, all of which was unrestricted.

No directors' remuneration was paid for the year ended 31 August 2019 nor for the year ended 31 August 2018. Travel expenses totalling £3,191 were paid to nine directors for the year ended 31 August 2019 (2018 - £2,824).

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

	<u>2019</u>	<u>2018</u>
Directors	19	17
Employees	<u>1</u>	<u>1</u>
Total	<u>20</u>	<u>18</u>

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**Company Number SC019414**

**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

6. **TAXATION**

No liability to UK corporation tax arose on ordinary activities for the year ended 31 August 2019 nor for the year ended 31 August 2018.

7. **TANGIBLE FIXED ASSETS**

	<u>Cups &amp; Trophies</u>	<u>Fixtures &amp; Fittings</u>	<u>Computer Equipment</u>	<u>Total</u>
	£	£	£	£
<b>COST</b>				
As at 1 September 2018	2,532	-	2,152	4,684
Additions	-	2,000	395	2,395
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at 31 August 2019	<u>2,532</u>	<u>2,000</u>	<u>2,547</u>	<u>7,079</u>
<b>DEPRECIATION</b>				
As at 1 September 2018	2,532	-	629	3,161
Charge for year	-	500	510	1,010
On disposal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at 31 August 2019	<u>2,532</u>	<u>500</u>	<u>1,139</u>	<u>4,171</u>
<b>NET BOOK VALUE</b>				
As at 31 August 2019	<u>-</u>	<u>1,500</u>	<u>1,408</u>	<u>2,908</u>
As at 31 August 2018	<u>-</u>	<u>-</u>	<u>1,523</u>	<u>1,523</u>

Tangible fixed assets in the prior year were £1,523, all of which was unrestricted.

8. **INVESTMENTS**

	£
Cost at 1 September 2018	466,265
Unrealised appreciation	<u>226,435</u>
Market value at 1 September 2018	692,700
Additions at cost	104,318
Disposals at cost	(43,422)
Decrease in unrealised appreciation	<u>511</u>
Market value at 31 August 2019	<u>754,107</u>

**Analysis of Listed Investments**

	<u>Market value 2019</u>	<u>Market value 2018</u>
	£	£
UK Equities	522,537	489,813
Overseas Equities	123,734	97,027
Overseas Bonds	<u>107,836</u>	<u>105,860</u>
	<u>754,107</u>	<u>692,700</u>



**The Beef Shorthorn Cattle Society**  
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**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

8. **INVESTMENTS (cont.)**

	<u>2019</u>		<u>Total</u> <u>Funds</u> £	<u>2018</u> <u>Total</u> <u>Funds</u> £
	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £		
	Gain on realisation of investment assets	3,538		
(Decrease) / Increase in unrealised appreciation	<u>511</u>	<u>-</u>	<u>511</u>	<u>(7,116)</u>
	<u>4,049</u>	<u>-</u>	<u>4,049</u>	<u>30,143</u>

The directors consider individual investment holdings in excess of 5% of the portfolio value to be material.

**Material interest**

	<u>Market</u> <u>value</u> <u>2019</u> £
Scottish Mortgage and Investment Trust	<u>40,300</u>

Investments in the prior year were £692,700, all of which was unrestricted.

9. **CURRENT ASSETS**

<b>Debtors</b>	<u>2019</u> £	<u>2018</u> £
Trade debtors	31,222	21,680
Other debtors	<u>11,907</u>	<u>9,476</u>
	<u>43,129</u>	<u>31,156</u>

Debtors in the prior year were £31,156, all of which was unrestricted.

**Stock**

Stock in the prior year was £1,670, all of which was unrestricted.

**Cash at bank**

Cash at bank and in hand in the prior year was £163,715 of which £160,615 was unrestricted and £3,100 was restricted.

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**Notes to the Financial Statements (cont.)**  
**for the year ended 31 August 2019**

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

	<u>2019</u>	<u>2018</u>
	£	£
Trade creditors	2,919	21,810
Accrued expenses	28,926	19,325
VAT	9,743	9,016
Social security	-	2,046
Income in advance - other	<u>9,005</u>	<u>8,530</u>
	<u>50,593</u>	<u>60,727</u>

Current liabilities in the prior year were £60,727, all of which was unrestricted.

11. **CAPITAL RESERVE**

	<u>2019</u>	<u>2018</u>
	£	£
Brought forward	<u>3,100</u>	<u>3,100</u>

12. **OPERATING LEASES**

The total future minimum lease payments under non-cancellable operating leases are as follows:

	<u>2019</u>	<u>2018</u>
Not later than 1 year	-	-
Later than 1 year and not later than 5 years	<u>1,971</u>	-
	<u>1,971</u>	-

13. **ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>
	£	£	£
Tangible assets	2,908	-	2,908
Investments	754,107	-	754,107
Current assets	167,949	3,100	171,049
Current liabilities	<u>(50,593)</u>	-	<u>(50,593)</u>
	<u>874,371</u>	<u>3,100</u>	<u>877,471</u>

14. **RELATED PARTY TRANSACTIONS**

The company has received income totalling £24,909 (2018 - £25,360) from trustees during the year.

15. **VOLUNTEERS**

The society is fortunate to have a board of directors who support its activities on a voluntary basis.