

19321

THE HACKNEY HORSE SOCIETY
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

30 September 2003

Registered No. 19321

Registered Charity No. 208905



THE HACKNEY HORSE SOCIETY
(A Company limited by guarantee not having a share capital)

FINANCIAL STATEMENTS

for the year ended 30 September 2003

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THE HACKNEY HORSE SOCIETY
(A Company limited by guarantee not having a share capital)

STATEMENT OF RESPONSIBILITIES OF MEMBERS OF COUNCIL

for the year ended 30 September 2003

The Members of Council are Directors and are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the society and of the results of the society for the period.

In preparing these financial statements we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgments and estimates;
- prepare the financial statements on a going concern basis unless in our view the society will be unable to continue in business.

The members of the council are also responsible for:

- keeping proper accounting records;
- safeguarding the assets of the society;
- taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the council on 1.6.2004 by:



R.M. Bass
Chairman

REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF
THE HACKNEY HORSE SOCIETY
(A Company limited by guarantee not having a share capital)
for the year ended 30 September 2003

We have audited the financial statements of The Hackney Horse Society for the year ended 30th September 2003 which comprise of the Statement Of Financial Activities, the Income and Expenditure Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention as modified by the inclusion of fixed asset investments at market value and the accounting policies set out therein.

Respective responsibilities of trustees and auditors

As described in the Statement of Responsibilities of Members of Council the members of council, who are also directors of The Hackney Horse Society for the purposes of company law are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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

We report to you our opinion as to whether the financial statements 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 Report of the Council is not consistent with the financial statements, 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 Report of the Council and consider the implications for our report if we become aware of any apparent misstatement 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 financial statements. It also includes an assessment of the significant estimates and judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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 that the financial statements 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 information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charity as at 30th September 2003 and of its incoming resources and resources expended, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Berkeley Hall,
Registered Auditor,
16th March 2004

25 Market Place,
Warminster,
Wiltshire,
BA12 9BB.

THE HACKNEY HORSE SOCIETY
(A Company limited by guarantee not having a share capital)

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 30 September 2003

		2003	2002
	Note	£	£
Income and expenditure			
Incoming resources			
Legacies received	8	50,000	-
Subscriptions	2	9,560	8,836
Activities in furtherance of the charity's objectives:			
General income	3	18,022	11,301
Stud book	4	5,424	4,058
Activities for generating funds:			
Show account	5	24,704	26,616
Fundraising and publicity	6	9,900	6,487
Investment income	7	3,358	2,832
		116,621	60,130
Resources expended			
Costs of activities in furtherance of the charity's objects	9	8,927	9,608
Costs of generating funds:			
Show account	11	21,211	20,165
Fundraising and publicity	10	3,192	3,362
Management and administration of the charity	12	24,305	22,757
Total resources expended		57,635	55,892
Net outgoing resources before revaluations and investment asset disposals		58,986	4,237
Gains and losses on revaluation and disposal of investment assets	17	10,343	(12,473)
Net movement in funds		69,329	(8,236)
Fund balance brought forward at 1 October 2002		76,001	84,237
Fund balance carried forward at 30 September 2003		145,330	76,001

The Statement of financial activities includes all gains and losses recognised in the year.

All incoming resources and resources expended derive from continuing activities.

THE HACKNEY HORSE SOCIETY
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INCOME AND EXPENDITURE ACCOUNT

for the year ended 30 September 2003

Income	Note	2003 £	2002 £
Subscriptions	2	9,560	8,836
General income	3	18,022	11,301
Stud book	4	5,424	4,058
Show account	5	24,704	26,616
Fundraising and publicity	6	9,900	6,487
Investment income	7	3,358	2,832
Legacies received	8	50,000	-
		<u>116,621</u>	<u>60,130</u>
Charitable Expenditure			
Costs of activities in furtherance of the charity's objects	9	8,927	9,608
Show account	11	21,211	20,165
Fundraising and publicity	10	3,192	3,362
Management and administration of the charity	12	24,305	22,757
		<u>57,635</u>	<u>55,892</u>
Operating (loss)/surplus for the year		58,986	4,237
Realised (loss)/gain on sale of investments	17	41	(100)
		<u>59,027</u>	<u>4,137</u>
Surplus/ (deficit) for the year		<u>59,027</u>	<u>4,137</u>

Statement of Total Recognised Gains & Losses

		2002 £	2002 £
Surplus/ (deficit) for the year		59,027	4,137
Unrealised (loss)/gain on investments	17	10,302	(12,373)
Total gains and losses recognised since 30th September 2002		<u>69,329</u>	<u>(8,236)</u>

All activities relate to continuing operations.

There is no difference between the (loss)/surplus on ordinary activities for the year stated above and its historic cost equivalent.

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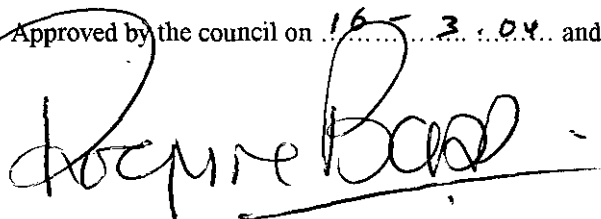
BALANCE SHEET

for the year ended 30 September 2003

	Note	2003 £	2002 £
Fixed Assets			
Tangible fixed assets	16	1,602	1,592
Investments	17	125,346	64,275
		<u>126,948</u>	<u>65,867</u>
Current assets			
Stock	18	2,893	2,595
Debtors	19	6,900	4,144
Cash at bank and in hand		9,612	5,818
		<u>19,405</u>	<u>12,557</u>
Creditors falling due within one year	20	<u>1,023</u>	<u>2,423</u>
		1,023	2,423
Total assets less current liabilities		18,382	10,134
Net assets		<u><u>145,330</u></u>	<u><u>76,001</u></u>
Funds			
Unrestricted funds		<u><u>145,330</u></u>	<u><u>76,001</u></u>

These financial statements are prepared in accordance with the special provisions of PART VII of the Companies Act 1985 relating to small companies.

Approved by the council on 16.3.04 and signed on its behalf by:



Chairman

THE HACKNEY HORSE SOCIETY
(A Company limited by guarantee not having a share capital)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

1 ACCOUNTING POLICIES

(a) Accounting Convention and Assumptions

The financial statements are prepared under the historical cost convention, as modified by the inclusion of fixed asset investments at market value, and in accordance with the Financial Reporting Standards for Smaller Entities (effective June 2002), the Companies Act 1985 and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice issued in October 2000. (SORP 2000)

(b) Grants, donations and legacies

Grants, donations and legacies are recognised once any conditions for their receipt have been met.

(c) Incoming Resources

All other incoming resources are on a receivable basis.
No incoming resources have been included net of expenditure in the SOFA.

(d) Stock

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

(e) Investments and Investment Income

Quoted investments held directly by the Society are valued in the balance sheet at their current market value at the year end. Gains and losses on disposal and revaluation of investments are credited or charged to the SOFA.
Investment income is accounted for within the SOFA on a receivable basis.

(f) Resources Expended

Expenditure is accounted for on an accruals basis and is recognised when there is a legal obligation to pay for expenditure. Expenditure in the SOFA is allocated in line with the Statement of Recommended Practice 2000, Accounting by Charities. Expenditure is included within direct charitable expenditure and costs of generating funds which includes show account, fundraising & publicity and management and administration of the charity allocated on an item by item basis plus attributable overheads.

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

(g) Funds Accounting

The only fund held is an unrestricted general fund which can be used in accordance with the charitable objects at the discretion of the members of council.

(h) Fixed Assets

Fixed assets are stated at historical cost less depreciation. The charity has not set a value below which assets are not capitalised. Depreciation of fixed assets is charged by equal installments commencing with the year of acquisition at rates estimated to write off their cost over the expected useful lives which are as follows:

Equipment	10 years
Computer equipment	3 years

	2003 £	2002 £
2 Subscriptions		
Subscriptions	9,560	8,836
3 General Income		
Affiliation fees	492	182
Stallion license fees	28	553
D.N.A and blood typing	8,970	5,560
Year book	3,812	4,166
Sundry	4,720	840
	<u>18,022</u>	<u>11,301</u>
4 Stud Book Income		
Sales	647	631
Registrations	2,111	1,661
Advertising	-	170
Registration transfers	2,666	1,596
	<u>5,424</u>	<u>4,058</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

	2003 £	2002 £
5 Show Account Income		
Entry fees	3,448	3,762
Stabling	8,533	10,103
Vehicle, caravan and season passes	4,360	5,278
Catalogues	420	49
Promotional goods	3,597	3,200
	<u>24,704</u>	<u>26,616</u>
6 Fundraising And Publicity Income		
Members dinner	3,179	4,052
Website	179	753
Charity auction	1,412	1,681
Donations	4,346	4,224
Other	784	-
	<u>9,900</u>	<u>10,710</u>
7 Investment Income		
Interest receivable	316	82
Dividends receivable	3,042	2,750
	<u>3,358</u>	<u>2,832</u>
8 Legacies received		
Legacies received	<u>50,000</u>	<u>-</u>
9 Costs of activities in furtherance of the charity's objects		
D.N.A and blood typing	3,573	4,102
Yearbook	3,462	2,870
Cost of promotional stock for resale	1,892	2,636
	<u>8,927</u>	<u>9,608</u>
10 Fundraising and publicity costs		
Members dinner	2,843	3,093
Website	199	269
Other	150	-
	<u>3,192</u>	<u>3,362</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

	2003 £	2002 £
11 Show account expenditure		
Prize money and subsidies	1,460	595
Horse and Pony Championships	452	480
Rosettes, badges and trophy engraving	2,607	2,852
	<u>4,519</u>	<u>3,927</u>
Stabling and straw	7,930	9,238
Vehicle, caravan and season passes	3,028	1,730
Show schedules and entry forms	237	-
Advertising	208	70
Light and power	237	173
Judges and Stewards expenses	118	719
Security	1,267	1,195
Hire of equipment	273	314
Depreciation	823	586
Other expenses	1,840	213
Travelling and accommodation	731	-
Use of show ground	-	2,000
Total expenditure	<u>21,211</u>	<u>20,165</u>
12 Management and administration costs		
Staff costs		
- Wages and salaries	12,177	11,910
- Social security costs	892	924
	<u>13,069</u>	<u>12,834</u>
Staff expenses	33	1,262
Office expenses	650	465
Printing and stationery	1,147	1,906
Postage and telephone	4,044	3,438
Insurance	1,252	969
Audit fee	1,000	810
Bank charges	664	482
Subscriptions	30	30
Motor expenses	1,126	-
Sundry expenses	1,290	562
	<u>24,305</u>	<u>22,758</u>

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2002

13 Members of Council Remuneration and Expenses

The Members of Council neither received nor waived any emoluments during the year (2002 - £nil).

The Members of Council received no expenses.

	2003 £	2002 £
14 Staff Costs		
Staff costs		
- Wages and salaries	12,177	11,543
- Social security costs	892	835
	<u>13,069</u>	<u>12,378</u>
Average number of full time employee's:		
Management and administration of the charity	<u>1</u>	<u>1</u>

There are no employees with emoluments above £50,000.

	2003 £	2002 £
15 Net (Outgoing)/Incoming Resources		
This is stated after charging:		
Depreciation	<u>823</u>	<u>894</u>
Auditor's Remuneration		
fees for external audit services	1,000	1,075
fees for accountancy, taxation and other services		<u>-</u>

16 Fixed Assets

	Equipment £
Cost	
1 October 2002	5,020
Additions	833
30 September 2003	<u>5,853</u>
Depreciation	
1 October 2002	3,428
Charge for year	823
30 September 2003	<u>4,251</u>
Net book value	
30 September 2003	<u>1,602</u>
30 September 2002	<u>1,592</u>

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

17 Investments

Investments recognised on the UK stock exchange

	2003	2002
	£	£
Market value at 30 September 2002	64,275	79,548
Disposal proceeds	(23,616)	(2,800)
Net realised profits/(losses) on investment disposals	41	(100)
Net unrealised (losses)/gains	10,302	(12,373)
Cost of additions	72,438	
Increase in cash held for investment purposes	1,178	-
Market value at 30 September 2003	<u>124,618</u>	<u>64,275</u>
Historical cost of investments	<u>88,508</u>	<u>28,718</u>

Analysis Of Investments

UK Equities		
Hill Samuel UTM	6,655	6,716
M&G Securities Ltd	24,750	22,579
Newton FD MGRS	-	23,575
Credit Suisse Income	18,000	-
Newton Higher Income	27,160	-
Invesco Perpetual High Income	15,876	-
Heleba International Finance	9,009	-
European Investment Bank	9,778	-
Gerrard Inv Fds	11,344	10,537
	<u>122,572</u>	<u>63,407</u>
Cash held for investment purposes	2,774	868
	<u>125,346</u>	<u>64,275</u>

18 Stocks

	2003	2002
	£	£
Goods for resale	<u>2,893</u>	<u>2,595</u>

19 Debtors: amounts falling due within one year

Trade debtors	-	25
Prepayments and accrued income	972	783
Other debtors	5,928	3,336
	<u>6,900</u>	<u>4,144</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2003

	2003	2002
	£	£
20 Creditors: amounts falling due within one year		
Trade creditors	-	222
Accruals and deferred income	1,023	2,201
	<u>1,023</u>	<u>2,423</u>
21 Funds		
Unrestricted funds	<u>84,259</u>	<u>76,001</u>

22 Share Capital

The Company is limited by guarantee and as such has no share capital.

23 Ultimate Control

The ultimate control lies with subscribing members of The Hackney Horse Society.

24 Related Party Transactions

The Society regularly conducts transactions with its members in the normal course of its business at arms length. No special terms or conditions are available to members in their dealings with the Society.