

THE HACKNEY HORSE SOCIETY
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

30 September 2002

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 2002

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

REPORT OF THE COUNCIL

The council presents its report and the audited financial statements of the Society for the year ended 30 September 2002.

Details of the governing document

The Memorandum and Articles of Association.

Objectives, organisation and activities

The Society is registered with the Charity Commission No. 208905.

The Society is a company limited by guarantee; registered number 19321.

Investments are made in furtherance of the charities objectives under the advice of Gerrard's.

The fund is unrestricted and held in furtherance of the Society's objectives.

All major risks the charity is exposed to are reviewed by the members of council and systems established to mitigate those risks.

The principal activities of the Society are:

- Improving the breed and promoting the breeding of Hackneys
- Compiling and publishing stud books of such horses
- Holding shows of such horses

Council

Members of the council are voted for members of the society.

The following Members of Council have served during the year:

Rev W J Watson	- President	D E Hicketts - Secretary
A.L.Oade	- Chairman	
Mrs B Stockton	- Treasurer	
J R Bamford Retired December 2001	R Bass	R Carter
J H Chicken	G Docking	G D Dudley
Miss B Dulake	J M Neachell	A Grant
J Moor	J W Thompson	Mrs D Oade
Mrs S M Reade	D Vyse	K Toombs Appointed December 2001
G Vardy	E A Ward	E Walsh
A L Ward		J Wenham Retired December 2001
		A.James Appointed December 2001

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

REPORT OF THE COUNCIL

(continued)

Review of progress and achievements

The accounts are produced under the Statement of Recommended Practice for charities as well as statutory requirements and the Charity's Memorandum and Articles of Association.

The Society continued to improve the breed of Hackneys through the process of DNA testing and by the allowance of artificial insemination overseas.

The Society continued to maintain and publish the stud book and the annual year book.

The Society's Internet Website continued to be expanded and improved.

Finances

The attached financial statements show the current state of finances which the Council consider to be sound.

The Society is prohibited by its Memorandum from paying any dividend.

Auditors

Berkeley Hall have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The Society address.

The registered office is:

Fallowfields
Little London
Heytesbury
Warminster
Wiltshire
BA12 0ES

Names and addresses of relevant organisations and persons:

Bankers

Barclays Bank Plc
32 Market Place
Warminster
Wiltshire

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

REPORT OF THE COUNCIL

(continued)

Company Secretary

D. Hicketts
Fallowfields
Little London
Heytesbury
Warminster
Wiltshire
BA12 0ES

Brokers

Gerrards
Old Mutual Place
2 Lambeth Hill
London
EC4V 4GG

Auditors

Berkely Hall

Registered Auditors
Chartered Accountants
25 Market Place
Warminster
Wiltshire
BA19 9BB

Council

The following Members of Council were serving when the report was approved.

Rev W J Watson	- President
R.M.Bass	- Chairman
Mrs B Stockton	- Treasurer

R Carter	J H Chicken	Mrs J.Clough
G Docking	G D Dudley	Miss B Dulake
A Grant	A.James	J Moor
J M Neachell	A.L.Oade	Mrs D Oade
Mrs S M Reade	J W Thompson	K Toombs
G Vardy	E Walsh	A L Ward
E A Ward		

Signed on on behalf of the council by:

R.M.Bass
Chairman

THE HACKNEY HORSE SOCIETY
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STATEMENT OF RESPONSIBILITIES OF MEMBERS OF COUNCIL

for the year ended 30 September 2002

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.

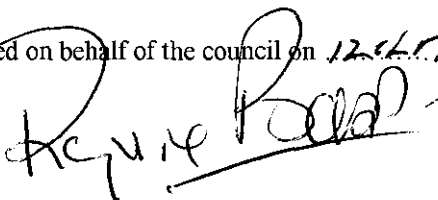
In preparing these financial statements we are required to:

- 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 12th July 2003 by:

A handwritten signature in black ink, appearing to read 'R.M. Bass', written over a horizontal line.

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 2002

We have audited the financial statements of The Hackney Horse Society for the year ended 30th September 2002 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.

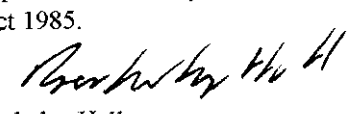
Basis of opinion

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 2002 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,

28th May 2003

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

NEY HORSE SOCIETY

(guarantee not having a share capital)

F FINANCIAL ACTIVITIES

ended 30 September 2002

	Note	2002 £	2001 £
Income and expenditure			
Incoming resources			
Subscriptions	2	8,836	8,902
Activities in furtherance of the charity's objectives:			
General income	3	11,301	15,763
Stud book	4	4,058	7,083
Activities for generating funds:			
Show account	5	26,616	4,567
Fundraising and publicity	6	6,487	1,966
Investment income	7	2,832	2,796
		60,129	41,077
Resources expended			
Costs of activities in furtherance of the charity's objects	8	9,608	16,042
Costs of generating funds:			
Show account	10	20,165	2,056
Fundraising and publicity	9	3,362	2,123
Management and administration of the charity	11	22,757	22,358
Total resources expended		55,892	42,579
Net outgoing resources before revaluations and investment asset disposals		4,237	(1,502)
Gains and losses on revaluation and disposal of investment assets	16	(12,473)	(4,763)
Net movement in funds		(8,236)	(6,265)
Fund balance brought forward at 1 October 2001		84,237	90,502
Fund balance carried forward at 30 September 2002		76,001	84,237

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
(A Company limited by guarantee not having a share capital)

INCOME AND EXPENDITURE ACCOUNT

for the year ended 30 September 2002

Income	Note	2002 £	2001 £
Subscriptions	2	8,836	8,902
General income	3	11,301	15,763
Stud book	4	4,058	7,083
Show account	5	26,616	4,567
Fundraising and publicity	6	6,487	1,966
Investment income	7	2,832	2,796
		<u>60,129</u>	<u>41,077</u>
Charitable Expenditure			
Costs of activities in furtherance of the charity's objects	8	9,608	16,042
Show account	10	20,165	2,056
Fundraising and publicity	9	3,362	2,123
Management and administration of the charity	11	22,757	22,358
		<u>55,892</u>	<u>42,579</u>
Operating (loss)/surplus for the year		4,237	(1,502)
Realised (loss)/gain on sale of investments	16	(100)	-
		<u>4,137</u>	<u>(1,502)</u>

Statement of Total Recognised Gains & Losses

		2002 £	2001 £
Surplus/ (deficit) for the year		4,137	(1,502)
Unrealised (loss)/gain on investments	16	(12,373)	(4,763)
		<u>(8,236)</u>	<u>(6,265)</u>
Total gains and losses recognised since 30th September 2001			

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.

THE HACKNEY HORSE SOCIETY
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BALANCE SHEET

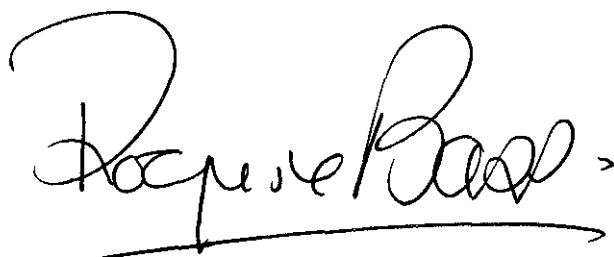
for the year ended 30 September 2002

	Note	2002 £	2001 £
Fixed Assets			
Tangible fixed assets	15	1,592	1,505
Investments	16	64,275	79,548
		<u>65,866</u>	<u>81,053</u>
Current assets			
Stock	17	2,595	1,216
Debtors	18	4,144	848
Cash at bank and in hand		5,818	5,134
		<u>12,558</u>	<u>7,198</u>
Creditors falling due within one year	19	2,423	4,014
		<u>2,423</u>	<u>4,014</u>
Total assets less current liabilities		10,135	3,184
Net assets		<u><u>76,001</u></u>	<u><u>84,237</u></u>
Funds			
Unrestricted funds		<u><u>76,001</u></u>	<u><u>84,237</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 12.5.03 and signed on its behalf by:

R.M.Bass
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 2002

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 March 2000), 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 2002

(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

	2002 £	2001 £
2 Subscriptions		
Subscriptions	8,836	8,902
3 General Income		
Affiliation fees	182	489
Stallion license fees	553	1,169
D.N.A and blood typing	5,560	7,812
Year book	4,166	3,980
Agricultural Show	-	2,000
Sundry	840	313
	<u>11,301</u>	<u>15,763</u>
4 Stud Book Income		
Sales	631	1,952
Registrations	1,661	1,925
Advertising	170	1,810
Registration transfers	1,596	1,396
	<u>4,058</u>	<u>7,083</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2002

	2002 £	2001 £
5 Show Account Income		
Entry fees	3,762	1,615
Stabling	10,103	747
Vehicle, caravan and season passes	5,278	334
Catalogues	49	-
Promotional goods	3,200	-
Donations	4,224	1,871
	<u>26,616</u>	<u>4,567</u>
6 Fundraising And Publicity Income		
Members dinner	4,052	1,966
Website	753	-
Charity auction	1,681	-
Other	-	-
	<u>6,487</u>	<u>1,966</u>
7 Investment Income		
Interest receivable	82	118
Investments listed on the UK stock exchange	2,750	2,678
	<u>2,832</u>	<u>2,796</u>
8 Costs of activities in furtherance of the charity's objects		
D.N.A and blood typing	4,102	7,005
Yearbook	2,870	2,150
Agricultural show	-	1,203
Cost of promotional stock for resale	2,636	2,415
Stock in hand	-	3,269
	<u>9,608</u>	<u>16,042</u>
9 Fundraising and publicity costs		
Members dinner	3,093	1,653
Website	269	470
Other	-	-
	<u>3,362</u>	<u>2,123</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2002

	2002 £	2001 £
10 Show account expenditure		
Prize money and subsidies	595	45
Horse and Pony Championships	480	519
Rosettes, badges and trophy engraving	2,852	225
	<u>3,927</u>	<u>789</u>
Stabling and straw	9,238	9
Vehicle, caravan and season passes	1,730	20
Show schedules and entry forms	-	-
Advertising	70	74
Light and power	173	66
Judges and Stewards expenses	719	204
Security	1,195	-
Hire of equipment	314	-
Depreciation	586	894
Other expenses	213	-
Use of show ground	2,000	-
Support costs	-	-
Total expenditure	<u>20,165</u>	<u>2,056</u>
11 Management and administration costs		
Staff costs		
- Wages and salaries	11,910	11,543
- Social security costs	924	835
	<u>12,834</u>	<u>12,378</u>
Staff expenses	1,262	990
Office expenses	465	937
Printing and stationery	1,906	1,460
Postage and telephone	3,438	3,277
Insurance	969	950
Audit fee	810	1,075
Accountancy	-	-
Legal fees	-	160
Bank charges	482	477
Subscriptions	30	98
Equipment hire	-	-
Sundry expenses	562	556
	<u>22,757</u>	<u>22,358</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2002

12 Members of Council Remuneration and Expenses

The Members of Council neither received nor waived any emoluments during the year (2001 - £nil).

The Members of Council received no expenses.

	2002	2001
	£	£
13 Staff Costs		
Staff costs		
- Wages and salaries	11,910	11,543
- Social security costs	924	835
	<u>12,834</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.

	2002	2001
	£	£
14 Net (Outgoing)/Incoming Resources		
This is stated after charging:		
Depreciation	<u>586</u>	<u>894</u>
Auditor's Remuneration		
fees for external audit services	810	1,075
fees for accountancy, taxation and other services	<u>-</u>	<u>-</u>

15 Fixed Assets

	Equipment
	£
Cost	
1 October 2001	4,346
Additions	674
30 September 2002	<u>5,020</u>
Depreciation	
1 October 2001	2,842
Charge for year	586
30 September 2002	<u>3,428</u>
Net book value	
30 September 2002	<u>1,592</u>
30 September 2001	<u>1,504</u>

THE HACKNEY HORSE SOCIETY
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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2002

16 Investments

Investments recognised on the UK stock exchange

	2002	2001
	£	£
Market value at 30 September 2001	79,548	84,311
Disposal proceeds	(2,800)	-
Net realised losses on investment disposals	(100)	-
Net unrealised (losses)/gains	(12,373)	(5,631)
Increase in cash held for investment purposes	-	868
Market value at 30 September 2002	<u>64,275</u>	<u>79,548</u>
Historical cost of investments	<u>28,718</u>	<u>31,589</u>

Analysis Of Investments

Government Stocks	-	2,900
UK Equities		
Hill Samuel UTM	6,716	6,596
M&G Securities Ltd	22,579	24,874
Newton FD MGRS	23,575	31,962
Gerrard Inv Fds	10,537	12,348
	<u>63,407</u>	<u>75,780</u>
Cash held for investment purposes	868	868
	<u>64,275</u>	<u>79,548</u>

17 Stocks

	2002	2001
	£	£
Goods for resale	<u>2,595</u>	<u>1,216</u>

18 Debtors: amounts falling due within one year

Trade debtors	25	-
Prepayments and accrued income	783	848
Other debtors	3,336	-
	<u>4,144</u>	<u>848</u>

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 2002

	2002	2001
	£	£
19 Creditors: amounts falling due within one year		
Trade creditors	222	2,801
Accruals and deferred income	2,201	940
Taxation	-	273
	<u>2,423</u>	<u>4,014</u>
20 Funds		
Unrestricted funds	<u>76,001</u>	<u>84,237</u>
21 Share Capital		
The Company is limited by guarantee and as such has no share capital.		
22 Ultimate Control		
The ultimate control lies with subscribing members of The Hackney Horse Society.		
23 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.		