

THE GALLOWAY CATTLE SOCIETY

OF GREAT BRITAIN AND IRELAND

Company Number SC009393
Scottish Charity Number SC008870

ANNUAL REPORT & ACCOUNTS 2022



NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Hybrid Annual General Meeting of the Society will be held in the Board Room, Harrison and Hetherington Ltd, Rosehill, Carlisle on Friday 26th May, 2023 commencing at 1.30pm.
Please email the office for zoom link.

Business

- 1 To receive apologies.
- 2 To approve Minutes of Annual General Meeting held on 20th May 2022.
- 3 To receive and adopt the Report of the Trustees
- 4 To receive and adopt the Report of the Auditors and the Financial Statement for the year ended 31st December 2022
- 5 Appointment of office bearers - Honorary President and Honorary Patrons are fixed for a period of five years - 2023 to 2027
- 6 To re-appoint the Auditors and authorise the Trustees to fix their remuneration.
- 7 Any other competent business.

BY ORDER OF THE TRUSTEES
D GOLDIE
Secretary

15 New Market Street
Castle Douglas
DG7 1HY

OFFICE-BEARERS OF THE SOCIETY 2022

HONORARY PRESIDENT: -

10th Duke of Buccleuch and 12th Duke of Queensberry, KBE, FRSE, DL

HONORARY PATRONS:-

Mr AM Brown, Drumhughry, Corsock, Castle Douglas

Mr WFE Forbes, Earlstoun Lodge, Dalry, Castle Douglas

Honorary President and Honorary Patrons are fixed for a period of five years - 2023 to 2027

CHAIRMAN OF BOARD OF TRUSTEES

Mr Alan McClymont, Kirkstead, Yarrow, Selkirk, 0175042245

VICE CHAIRMAN OF BOARD OF TRUSTEES

Mr Peter Hunter Blair, Nether Cleugh, Dalry, Castle Douglas, 07708004757

JUNIOR VICE CHAIRMAN OF BOARD OF TRUSTEES

Mr Robert McTurk, Glenhowl, Dalry, Castle Douglas, 07814086984

DISTRICTS TRUSTEES

Borders

Mr Alan McClymont, Kirkstead, Yarrow, Selkirk, 0175042245 (Retires 2023)

Mr George Irving, Mountbenger, Selkirk, 0175082208 (Retires 2024)

Mr Andrew Tullie, Bowanhill, Teviothead, Hawick (Co-opt) (Retires 2025)

Dumfriesshire:

Mr David Cornthwaite, 3 Vendace Drive, Lochmaben, Lockerbie, Dumfriesshire 07889680997
(Retires 2023)

Mr Scott McKinnon, Shancastle, Moniaive, Thornhill 01848 200376 (Retires 2024)

Kirkcudbrightshire East:

Mr Andrew M Brown, Drumhughry, Corsock, Castle Douglas, 01644 440231 (Retires 2023)

Mr William McCarthy, Cosy Cottage, Borgue, Kirkcudbright, 07725792665 (Co-opt) (Retires 2025)

Kirkcudbrightshire West,

Mr John Finlay, Blackcraig, Corsock, Castle Douglas, 01644 440241 (Retires 2023)

Mr Robert McTurk, Glenhowl, Dalry, Castle Douglas, 07814086984 (Retires 2024)

Mr Peter Hunter Blair, Nether Cleugh, Dalry, Castle Douglas, 01644 430495 (Retires 2025)

Wigtownshire & Ayrshire:

Mr Simon Redman, Creeside Farm, Barrhill, Girvan, Ayrshire 01465821538 (Retires 2024)

Mr Michael McCornick, Barquhill Farm, Newton Stewart 01988 860266 (Co-opt) (Retires 2025)

Rest of Scotland:

Mr Willie MacLean, Inverglenn, Barcaldine, Oban, 01631 720494 (Retires 2023)

Mrs Carolyn Logan, 18 St Serfs Grove, Clackmannan, 07871074440 (Retires 2024)

Mr Duncan Maxwell, Blairvockie, Rowardennan, Drymen, 01360870242 (Co-opt) (Retires 2025)

Cumberland:

Mr Andrew Waugh, Park Farm, Bewcastle, Carlisle, 01697748627 (Retires 2023)

Mr Richard Maxwell, Howside, Ennerdale, Cleator, Cumbria, 07876721166 (Retires 2025)

Northern Counties:

Mr David Heath, Heathersgill, Field Lane, Wroot, Doncaster, 01302771772 (Retires 2023)

Rest of England & Wales:

Mr Miles Partridge, Townwood Farm, Poundsgate, Newton Abbot, 01364631008 (Retires 2023)

Mr John Teare, Ballavair, Bride, Isle of Man, 01624880830 (Retires 2024)

Mr John Heard, Hughslade Farm, Okehampton, Devon, 0183754575 (Co-opt) (Retires 2025)

Ireland:

Mr John Smyth, Upper Buckna, Ballymena, Co-Antrim, 02825684245 (Retires 2023)

Mr Brendan Douglas, 15 Ganvaughan Road, Castlederg, Co Tyrone 07549112651 (Retires 2024)

Mr Sean Martin Garuagh, Barnesmore, County Donegal 0870557027 (Co-opt) (Retires 2025)

CO-OPTED TRUSTEES:

(3 individual persons not necessary to be members of the Society co-opted as Trustees and shall serve until the next AGM)

Mr Andrew K McConchie, Stryde Cottage, 8 Ramsay Wood, Gatehouse of Fleet

MINUTES OF THE HYBRID ANNUAL GENERAL MEETING OF THE GALLOWAY CATTLE SOCIETY, held on Friday, 20th May 2022 in The Kings Arms Hotel, Castle Douglas at 1.30pm.

Mr Alan McClymont , Chairman of Trustees, presided, and in attendance Mrs D Goldie (Secretary)

Present: Messrs AM Brown, D Cornthwaite, J Finlay, G Irving, P Hunter Blair, W McCarthy, A McConchie, S McKinnon, R McTurk & A Waugh.

Zoom: Messrs B Douglas, D & D Heath, J Smyth, T Madden, R Maxwell & A Tullie.

1. Apologies:- Messrs D Forbes, G Gourlay, A McMillan, G Noble and S Redman

2. Minutes: The Minutes of the Annual General Meeting held on 28th May, 2021 in Walleys Marts, Castle Douglas, were read by the Secretary and were approved by Mr S McKinnon and seconded by Mr P Hunter Blair.

3. Report of Council: - Mr Alan McClymont read out the following report of Trustees - It is great to see the Society back out and about on the road, all be it in a reduced capacity to pre Covid. Although the Society had no tent or promotional material at the Highland showcase in June, it was great to see Galloways back in the show ring. Then it was on to Harrogate and the Great Yorkshire show where it took on a near normal approach. Fantastic to see everyone socialising and enjoying the usual hospitality, supplied by David and Debs Heath. Congratulations to the Finlay Family who achieved the Championship at both events. Also to David and Rosemarie Cornthwaite on achieving junior interbreed at the Yorkshire, a great achievement for the breed.

On the promotional front it was then on to Agri Expo at Carlisle in October. A quieter event than normal but we were fortunate to have two tremendous pens of cattle from team Balgray which certainly filled the pens and got a lot of admiring glances. Difficult to say how much good these events do but if one person goes home with a positive feeling towards our breed then it justifies our presence.

Then on to Lanark to Live Scot to a newly set up calf section in November. This was well supported with a big audience witnessing a great win for team Balgray. Hopefully we can all get behind this event and support it as it's a great opportunity to show case our breed as many exhibitors of other breeds seemed keen to watch.

Our breed sales this backend and spring at Carlisle and Castle Douglas have been an outstanding success. The spring sales especially saw heifers and bull prices on fire at Castle Douglas and at Carlisle. I believe we saw a male and female record set. Thank you to everyone who exhibited and sold cattle at these sales thus supporting your Society and the prices achieved clearly show the direction our breed is heading in.

The Real Galloway beef sales in collaboration with Aldi has been a great success once again this year. No doubt down to the hard work of Scott McKinnon and Dorothy sourcing cattle and organising what is without doubt one of the most important profile building projects the Society has undertaken.

On behalf of the Society I would like to thank our PR Team of Lorna Young and Liz Ramsay for all the work they have undertaken to help the promotion of our breed. I urge everyone to get behind them and help in any way you can as with spiralling fertilizer and feed costs, never has there been a greater opportunity for our traditional breed. A lot of work was done attaining the "Real Galloway

Beef” branding, but now is the time to really push on and try and achieve new goals and as a Society lets not take our foot off the accelerator and fall asleep at the wheel.

Thank you to Dorothy for all her work over the year and look forward to a full summer of events.

This report was approved by Mr A M Brown and seconded by Mr R McTurk .

4. Accounts: - Mr AK McConchie gave the following report. The Auditors Messrs Carson & Trotter have examined the accounts and records of the Society and report in accordance to the various rules & regulations. They have found everything to be in order and have reported a surplus of £12054 compared to a deficit of over £3000 the previous year.

The biggest change was the end of the Beef Leader Project and no bad debts being written off. The strong demand for quality pedigree stock and income from a dispersal sale helped to boost the sales levy income.

Our investment portfolio has performed well over the year and ended the year at £210,931 and still gives us much needed income.

At the end of the year our total Assets stood at £253121 an increase of over £30,000.

Next year will be an interesting year as we increase Society’s activities post Covid and we find out how inflation is going to affect us.

As there were no questions the report was approved by Mr P Hunter Blair and seconded by Mr S McKinnon.

5. Appointment of Office Bearers: -

The Chairman then asked for proposals for

HONORARY PRESIDENT: -

The 10th Duke of Buccleuch and 12th Duke of Queensberry, KBE., FRSE, DL

Mr P Hunter Blair proposed and Mr S McKinnon seconded that The 10th Duke of Buccleuch and 12th Duke of Queensberry, KBE., FRSE, DL be proposed as Honorary President, as there were no other proposals.

The 10th Duke of Buccleuch and 12th Duke of Queensberry, KBE., FRSE, DL was elected as President.

HONORARY PATRONS:-

Mr WFE Forbes, Earlstoun Lodge, Dalry, Castle Douglas.

Mr CG Noble, West Acres, Kirkclinton, Carlisle.

Mr AM Brown, Drumhumphry, Corsock, Castle Douglas.

Mr P Hunter Blair proposed and Mr S McKinnon seconded that the Honorary Patrons should be re-appointed, this was unanimous.

(According to the new Constitution the appointments of the Honorary President and Honorary Patrons are fixed for a period of five years - 2023 to 2027)

6. To Re-appoint the Auditors and authorise the Trustees to fix their remuneration: Mr A McConchie proposed that Messrs Carson & Trotter CA, 123 Irish Street, Dumfries, be re-appointed Auditors to the Society. Mr AM Brown seconded this.

7. Any other Competent Business: Mr W McCarthy asked if the Society would consider promoting the different crosses of the breed. The Chairman explained over the years we have fulfilled this role at various events, unfortunately it is increasingly difficult to persuade breeders to bring forward the type of cattle required. Mr B Douglas asked if we could start dialogue with Aldi Ireland to find a finished market with premium for Galloways in Ireland, the Secretary would ask Liz Ramsay to enquire.

As there was no further business the meeting closed at 2.15pm with a vote of thanks to the chair from Mr A McConchie.

Registration number SC009393

The Galloway Cattle Society of Great Britain and Ireland

Council's report and financial statements

for the year ended 31st December 2022

The Galloway Cattle Society Of Great Britain And Ireland

**Company information
as at 31st December 2022**

Council	T.S. McKinnon A.M. Brown D. Maxwell J. Heard P.J. Hunter-Blair J.R. Finlay W. Maclean A. McConchie C.G. Noble J.Smyth A.F. Waugh
Secretary	D Goldie
Company number	SC009393
Charity Number	SC008870
Registered office	15 New Market Street Castle Douglas DG7 1HY
Auditors	Carson & Trotter Chartered Accountants and Registered Auditors 123 Irish Street Dumfries DG1 2PE

The Galloway Cattle Society Of Great Britain And Ireland

Financial Statements
For the year ended 31st December 2022

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The Galloway Cattle Society of Great Britain and Ireland

Report of the Council

The Council who are also directors for the purpose of the Companies Act, present their report and the audited financial statements for the year ended 31st December 2022. The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and Activities

The principal activity of the Society in the year under review was the promotion of the Galloway Cattle Breed.

Achievements and performance

The Council meets regularly to consider the progress of the charity and the aims of the constitution. They review the state of affairs and ensure members points of view are considered.

Financial Review

The net income/expenditure for the year before gains amounted to a surplus of £5,540 and the net income/expenditure for the year after gains amounted to a deficit of £11,087. (£12,056 surplus before gains and a surplus after gains of £30,751 in 2021). The unrestricted funds carried forward are £242,034.

Reserves Policy

The free reserves of the charity are maintained at a level to cover a minimum of one months annual expenditure. At present the free reserves of the charity exceed this minimum level.

Risk Management

The Council has conducted its own review of the major risks to which the Society is exposed and systems have been established to mitigate these risks.

Plans for future periods

The Council intends to continue to operate the Galloway Cattle Society in the coming year with no major changes. They will do their utmost to grow the charity to the benefit of members and the breed of cattle known as Galloway.

Taxation

Other than having an obligation to pay Corporation Tax on insurance commission receivable, the Society is exempt, as a charity, from any other liability to Corporation Tax.

Structure, Governance and Management

Constitution

The Galloway Cattle Society of Great Britain and Ireland was constituted as a company limited by guarantee and not having a share capital by Memorandum and Articles of Association on 11th May 1915. The liability of the members is limited to £10 each. The members of the Council are appointed in accordance with the terms of the Memorandum and Articles of Association. The Society is a registered charity, registered charity number SC008870.

Recruitment and Appointment

The Society is looking for Trustees who have the right skills and experience to join the Council.

The Galloway Cattle Society of Great Britain and Ireland

Report of the Council

Reference and administrative details

Members of the Council

The members who served during the year are as follows:-

T.S. McKinnon
A.M. Brown
D. Maxwell
J. Heard
P.J. Hunter-Blair
J.R. Finlay
W. Maclean
A. McConchie
C.G. Noble
J. Smyth
A.F. Waugh

Charity Number :- SC008870

Company Number :- SC009393

Registered Office :- 15 New Market Street, Castle Douglas. DG7 1HY

Statement of Council's Responsibilities

The Council who are also directors of The Galloway Cattle Society of Great Britain and Ireland for the purposes of company law are responsible for preparing the Council's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Council to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the Society and the incoming resources and application of resources, including the net income or expenditure of the Society for that year. In preparing these the Council are required to:

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

The Council are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure of Information to Auditors

We, the directors of the Company who held office at the date of approval of these financial statements, as set out in the printed accounts, each confirm so far as we are aware, that :

- there is no relevant audit information of which the Company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

The Galloway Cattle Society of Great Britain and Ireland

Report of the Council

Auditors

A resolution to re-appoint as auditors Messrs Carson & Trotter will be put to the Annual General Meeting.

Small Company Exemptions

This report is prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and was approved by the Council on 10th February 2023 and signed on its behalf.

By order of the Council

D Goldie

The Galloway Cattle Society Of Great Britain And Ireland

Independent auditors' report to the trustees and members of The Galloway Cattle Society of Great Britain and Ireland

We have audited the financial statements of The Galloway Cattle Society of Great Britain and Ireland for the year ended 31st December 2022 which comprise the statement of financial activities, the balance sheet, cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the society's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the Charities Trustees as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the society's trustees and 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 charity and the society's members as a body and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 31st December 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;

- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (applicable to smaller entities); and

- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the council members use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or

- the council members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The council members are responsible for the other information. The other information comprises the information included in the council members' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

The Galloway Cattle Society Of Great Britain And Ireland

Independent auditors' report to the trustees and members of The Galloway Cattle Society of Great Britain and Ireland

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the council' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of council members remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the council members were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the council' responsibilities statement set out on page 4 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

The Galloway Cattle Society Of Great Britain And Ireland

Independent auditors' report to the trustees and members of The Galloway Cattle Society of Great Britain and Ireland

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, to detect material misstatements in respect of irregularities, including fraud. In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following :

- Review of the financial statements disclosures and testing to supporting documentation to assess compliance with provision of relevant laws and regulations described as having a direct effect on the financial statements.
- Enquiring of management concerning actual and potential litigation and claims.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Detailed and re-performance testing of specific controls and calculations.
- Reading minutes of meetings of those charged with governance.
- In addressing the risk of management override of controls, testing the appropriateness of journal entries and other adjustments, assessing whether the judgements made in making accounting estimates are indicative of a potential bias.
- The audit team remained alert to any indication of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulations. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

The Galloway Cattle Society Of Great Britain And Ireland

Independent auditors' report to the trustees and members of The Galloway Cattle Society of Great Britain and Ireland

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Linda Brannock, BA CA, Senior Statutory Auditor
for and on behalf of Carson & Trotter, Chartered Accountants,
Statutory Auditors**

**123 Irish Street
Dumfries
DG1 2PE**

22nd March 2023

(Carson & Trotter Chartered Accountants is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006)

The Galloway Cattle Society Of Great Britain And Ireland

Statement of Financial Activities
(Including Income and Expenditure Account)
for the year ended 31st December 2022

		Unrestricted Funds 2022	2021
	Notes	£	£
Income and endowments from:			
Investments	2	7,238	5,363
Charitable activities	3	54,949	41,062
Total Income and endowments		62,187	46,425
Expenditure on:			
Charitable activities	4	56,647	34,369
Total Expenditure		56,647	34,369
Net expenditure for the year before gains		5,540	12,056
Gains/(Losses) on investments	8	(16,627)	18,515
Net income/(expenditure) for the year	6	(11,087)	30,571
Reconciliation of Funds:			
Total funds brought forward		253,121	222,550
Total funds carried forward		242,034	253,121

The notes on pages 10 to 16 form an integral part of these financial statements.

The Galloway Cattle Society Of Great Britain And Ireland

Company Number SC009393

Balance Sheet

as at 31st December 2022

	Notes	2022		2021	
		£	£	£	£
Fixed Assets					
Tangible assets	7		3,589		3,874
Investments	8		192,169		210,931
			<u>195,758</u>		<u>214,805</u>
Current Assets					
Stocks		994		131	
Debtors	9	4,605		8,290	
Cash at bank and in hand		69,690		49,406	
		<u>75,289</u>		<u>57,827</u>	
Creditors: amounts falling due within one year	10	<u>(29,013)</u>		<u>(19,511)</u>	
Net Current assets			<u>46,276</u>		<u>38,316</u>
Total Assets Less Current Liabilities			<u>242,034</u>		<u>253,121</u>
The funds of the charity					
Unrestricted fund	12		<u>242,034</u>		<u>253,121</u>
Total charity funds			<u>242,034</u>		<u>253,121</u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006.

The financial statements were approved and authorised for issue by the Council on 10th February 2023 and signed on its behalf by

P.J.Hunter-Blair
Vice Chairman

The notes on pages 10 to 16 form an integral part of these financial statements.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements for the year ended 31st December 2022

1. **Summary of significant accounting policies**

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

General information and basis of preparation

The financial statements are prepared under the historical cost convention as modified by the inclusion of investments at market value and in accordance with Accounting and Reporting by Charities : Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Ireland (FRS 102)(effective 1 January 2015) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Charity constitutes a public benefit entity as defined by FRS102.

Coronavirus and going concern

At the balance sheet date, the Society had a strong net current asset position and the continuing support of its directors. At the time of signing these accounts, the directors have considered the effect of the Coronavirus on the going concern position, and consider that this does indicate that the Society will continue to trade for a period of at least 12 months from the date of signing these accounts due to the resources available to it and the UK Government support available to businesses during this difficult time.

On that basis, the financial statements are prepared on a going concern basis under historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity.

(a) Charitable Status

The Society is a registered charity, registered charity number SC008870, and accordingly no liability to Corporation Tax arises on these accounts.

(b) Fund Accounting

The Unrestricted Fund is expendable at the discretion of the Council Members in furtherance of the objects of the Society.

(c) Income Recognition

All income is included in the Statement of Financial Activities when the Society is legally entitled to the income, probability of receipt and the amount can be measured with sufficient reliability. Investment income is accounted for in the period in which the Society is entitled to receipt.

(d) Expenditure Recognition

Expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that settlement will be required and the amount can be measured with sufficient reliability.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

(e) Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Heritable property	2% straight line
Office furniture and fittings	15% reducing balance
Computer equipment	25% reducing balance

(f) Stocks

Stocks are stated at the lower of cost and net realisable value.

(g) Leases

Rentals under operating and finance leases and which are relatively immaterial in their impact, are charged to income and expenditure account as incurred over the term of the lease. Leasing commitments are as shown in Note 13.

(h) Investments

Investments held as fixed assets are included at fair value at the Balance Sheet date and the gain or loss taken to the Statement of Financial Activities.

2. Investments

	2022	2021
	£	£
Listed	7,087	5,359
Interest on short term deposits	151	4
	<u>7,238</u>	<u>5,363</u>

All income from investments in 2020 and 2019 was unrestricted.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

3. Income from Charitable Activities

	2022	2021
	£	£
Registration fees and entry schedules	21,846	19,550
Subscriptions received	6,086	5,913
Commission on sales	1,792	1,217
Levy on sales	6,763	7,950
Transfer certificates	1,253	630
Sundry income	808	729
South of Scotland Enterprise Project	12,000	-
Sale of Herd Books	275	355
Sale of History Books	-	30
Income from advertisements	4,126	4,688
	<u>54,949</u>	<u>41,062</u>

All income from charitable activities in 2022 and 2021 was unrestricted.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

4. Analysis of expenditure on charitable activities

The expenditure for the year is attributable to one activity, namely the promotion of the Galloway Cattle Breed. An analysis of expenditure is given below:

	2022	2021
	£	£
Direct Costs	36,959	16,834
Support and Governance Costs	19,688	17,535
	56,647	34,369
	56,647	34,369

Direct Costs	2022	2021
	£	£
Cost of printing Journal	4,250	3,760
Cost of History Books sold	-	23
Show grants and prizes	2,847	1,500
Stands at shows	1,827	435
Computer costs	951	435
Publicity and advertising	4,115	3,362
South of Scotland Enterprise Project	15,000	-
Subscription to National Beef Association	74	86
Subscriptions and magazines	73	52
Office wages and salaries	984	381
Rates and insurance	439	420
Heating, lighting and cleaning	720	602
Repairs and renewals	112	-
Postages	2,503	2,461
Printing and stationery	650	645
Web site costs	769	1,316
Telephone	811	712
Hire of office equipment	345	345
Travelling expenses	489	299
	36,959	16,834
	36,959	16,834

Support and Governance Costs	2022	2021
	£	£
Secretarial services	13,840	11,468
Auditors remuneration	1,760	1,740
Stockbroker's charges	3,000	3,000
Sundry expenses	803	1,033
Depreciation	285	294
	19,688	17,535
	19,688	17,535

All expenditure on charitable activities in 2022 and 2021 was unrestricted.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

5. Employees

The Society has no employees.

Mrs D Goldie, who acts as Secretary for the Society is self employed.

The council members are considered to be the key management personnel.

6. Net income/(expenditure) for the year	2022	2021
	£	£
Net income/expenditure is stated after charging:		
Depreciation	285	294
Auditors remuneration	1,760	1,740
	<u> </u>	<u> </u>

7. Tangible fixed assets	Heritable	Office	Computer	Total
	Property	Furniture	Equipment	
	£	and Fittings	£	£
		£		
Cost				
At 1st January 2022	12,443	5,145	2,375	19,963
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31st December 2022	12,443	5,145	2,375	19,963
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation				
At 1st January 2022	8,750	5,050	2,289	16,089
Charge for the year	250	14	21	285
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31st December 2022	9,000	5,064	2,310	16,374
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net book values				
At 31st December 2022	3,443	81	65	3,589
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31st December 2021	3,693	95	86	3,874
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

8. Investments

	2022	2021
	£	£
Market value at 1st January 2022	210,931	173,546
Sale proceeds	(10,040)	(31,951)
Cost of new acquisitions	7,905	50,821
Gain/(Loss) on revaluation and disposal	(16,627)	18,515
	192,169	210,931
	192,169	210,931
Investments at market value comprised:		
UK Equities	186,841	205,124
UK Fixed Interest Securities	5,328	5,807
	192,169	210,931
	192,169	210,931
Historical cost as at 31st December 2022	145,799	147,646
	145,799	147,646

9. Debtors: all receivable within one year

	2022	2021
	£	£
Trade debtors	4,374	8,168
Prepayments	231	122
	4,605	8,290
	4,605	8,290

10. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank overdraft	-	2,642
Receipts in Advance	10,244	12,520
Trade creditors	16,165	535
Other taxes and social security costs	854	2,064
Accruals	1,750	1,750
	29,013	19,511
	29,013	19,511

11. Share capital

The Society has no Share Capital as it is a Company Limited by Guarantee. The Society is under the control of council of members.

The Galloway Cattle Society of Great Britain and Ireland

Notes to the financial statements
for the year ended 31st December 2022

12. Unrestricted Fund

	Balance at 1st January 2022	Income	Expenditure	Gain/ (Loss)	Balance at 31st December 2022
General Fund	<u>253,121</u>	<u>62,187</u>	<u>(56,647)</u>	<u>(16,627)</u>	<u>242,034</u>

13. Leases

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

	2022	2021
	£	£
Within one year	295	295
Between one and five years	-	295
	<u>295</u>	<u>590</u>

14. Related party transactions

Council members received no remuneration (2021 - £nil) and received no reimbursement of expenditure during the year.

15. Analysis of net assets between funds

	Tangible fixed assets and investments	Other net assets/ (liabilities)	Total
	£	£	£
Unrestricted funds	<u>195,758</u>	<u>46,276</u>	<u>242,034</u>