

**REPORT OF THE TRUSTEES AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2016
FOR IHSGB LTD - COMPANY LIMITED BY GUARANTEE**

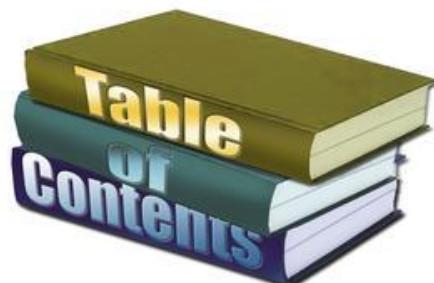
REGISTERED COMPANY NUMBER: 03974594

REGISTERED CHARITY NUMBER: 1101183 England & Wales, SCO39030 Scotland



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FOR THE YEAR ENDED 31 JULY 2016



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REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2016

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2016. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

REFERENCE AND ADMINISTRATIVE DETAILS

REGISTERED COMPANY NUMBER

03974594

REGISTERED CHARITY NUMBERS

1101183 (England and Wales)

SCO39030 (Scotland)

REGISTERED OFFICE

Midfield Farm
Gaisgill
Tebay
Penrith
Cumbria CA10 3UH



TRUSTEES

Jemimah Adams
Michael Adams
Ellen Brimble (appointed 15th November 2015)
Kristina Christof
James Faulkner (to 15th November 2015)
Freija Glansdorp
Timothy Hutchinson (to 15th November 2015)
David Savage (Chair) (appointed 15th November 2015)

INDEPENDENT EXAMINER

Bevan & Buckland
Chartered Accountants
45 High Street
Haverfordwest
Pembrokeshire
SA61 2BP

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING DOCUMENT

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The constitution of the Icelandic Horse Society of Great Britain (IHSGB Ltd) is defined by its memorandum and articles of association.

Founded in 1986, the IHSGB exists to maintain the purity of the unique Icelandic horse, to promote interest in the breed, to protect the welfare of the breed, and to encourage Icelandic horse breeding and riding competitions. The British Society is a full member of FEIF, the International Federation of Icelandic Horse Associations, which has 20 members including Canada and the USA. IHSGB is the only Icelandic horse association in Britain recognised by FEIF as representing the whole of the United Kingdom.

IHSGB is a Passport Issuing Organisation, authorised by DEFRA. We provide passports for pure-bred Icelandic horses. IHSGB also provides data on Icelandic horses to the National Equine Database. Please note - if a horse does not have a passport from the IHSGB or another FEIF organisation then it may not be a pure, registered Icelandic horse, and it will not be able to enter IHSGB events.

RECRUITMENT AND APPOINTMENT OF NEW TRUSTEES

Trustees are elected by the Annual General Meeting of the society. Trustees may be co-opted by the board of Trustees, subject to the subsequent approval of the next AGM. One third of the Trustees will stand down each year in rotation and may offer themselves for re-election.

RISK MANAGEMENT

The Trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees recognise that there are various risks associated with its operations, and take a realistic approach to dealing with these risks. The society holds a public liability insurance policy covering its activities including approved events organised by members on behalf of the society.

The Trustees have implemented a method of assessing health and safety risks associated with events as part of the approval process.

OBJECTIVES AND ACTIVITIES

The principal activities of the society are:

- To educate the public about the Icelandic horse and its origins, preservation and standards in accordance with the standards of FEIF (The Federation of Icelandic Horse Association).
- To improve general standards in the management, use and treatment of horses with particular reference to the special features of the Icelandic horse by the education of breeders, importers, owners, judges, veterinarians, trainers and members of the public.

We have continued to encourage participation in as many different activities as possible. The presence of the Icelandic horse in Great Britain continues to grow. The society has continued its efforts to promote the breed and educate the public about its unique qualities.

PUBLIC BENEFIT

The charity has had due regard for the Charity Commission's general guidance on public benefit when reviewing its objectives and planning its future activities. The charity meets the public benefit requirement of advancement of animal welfare.

The IHSGB publishes regular newsletters with information about Icelandics at home and abroad. Various IHSGB items may be purchased including sweatshirts, car stickers, spare-wheel covers etc. National Championships are held every year, and every two years is the World Championships for Icelandic Horses to which Britain sends a team to compete.

The IHSGB has members all over Great Britain and there are training courses, pleasure rides, competitions and social events held all over the country. Junior members have their own events and can take part in several international events organised by FEIF.



ACHIEVEMENT AND PERFORMANCE**CHARITABLE ACTIVITIES****CHAIRMAN'S OVERVIEW**

This is the annual report on the activities of the IHSGB Limited, the Icelandic Horse Society of Great Britain. The Trustees have provided reports covering their individual areas of responsibility. This report is an overview of Society activities during the previous financial year.

At the AGM of November 2015, I succeeded Tim Hutchinson as Chairman, Tim having held the position for the previous five years. Ellen Brimble joined the Trustees as Breeding Leader. In the absence of an incumbent for the Trustee position of Youth Leader, activities are managed by Kirsty Carson.

Our financial position remains sound and with a surplus recorded this year, we have to ensure that our funds are working hard for us. Accordingly, the Trustees have agreed to boost the General Development Fund by £6k. The interest generated is available as grants to further the Society's objectives and activities - see the Financial Review for detail on applying.

The accounts are reported in detail on pages 20-26. Management expenses have continued to be minimised through the use of teleconferencing for monthly Trustees meetings and the first face to face meeting will be held late September. Two members attended the FEIF conference in Haarlem, Netherlands, in February, for which a budget allocation was in place to cover attendance and accommodation fees, additional travel expenses were met by the attendees.

One outcome from the conference has been an agreement to enable sharing of national publications, where their addition to a members section of our website has begun to create a valuable resource for both social and technical information and potentially a source of inspiration for widening engagement with owners of Icelandic Horses throughout the UK.

Throughout the year, support has been provided in connection with 'HestFest' events, those commemorating the 30th anniversary year of the inauguration of the Society. There are more events to come and a video compilation will serve both as a record of the events and a promotional tool. These events have helped to introduce the Icelandic Horse to a wider audience and we have attracted a number of new members during the year, although the net increase is reduced by members leaving the Society. The task of attracting new members to the Society remains an ongoing challenge for us to address, whether they are existing owners or have bought their first Icelandic and are, therefore, new to the breed. It is worth noting that members account for around a quarter of the number of Icelandic Horses in the UK.

I would like to take this opportunity to record my thanks to my fellow Trustees and the management team for their support and assistance during the year and of course to everyone else who has contributed to our Society.

David Savage Chair - August 2016



STUDBOOK ANNUAL REPORT

At the time of writing, there are 978 registered Icelandic horses located in the UK. In terms of country of birth, the population of live horses in the UK is now made up as follows:

Great Britain	532	(54.4%)
Iceland	343	(35.1%)
Germany	30	(3.1%)
Denmark	18	(1.9%)
Netherlands	15	(1.5%)
Ireland	13	(1.3%)
Austria	8	(0.8%)
Norway	9	(0.9%)
Sweden	5	(0.5%)
France	4	(0.4%)
Canada	1	(0.1%)



The percentage of home grown horses is very similar to last year – 54.4% compared to 55.0%. A total of 5 foals were born and registered in 2015, up from only 2 in 2014. The trend of foals born finally looks set to go up again, with a total of 19 possible foals in 2016.

Year of birth	No. of foals registered	No. of different stallions used in the corresponding preceding season
2012	18	12
2013	12	10
2014	2	2
2015	5	4
2016	up to 19*	9

* number of servings; live births may be less

The studbook office has completed the following work in the August 2015 – July 2016 period (2014-2015 numbers in brackets):

Registration + passport	5	(3)
Duplicate passports	0	(6)
Transfer of ownership	47	(42)
Death of horses	20	(21)
Export of horses	3	(3)
Registration of imports	20	(14)
Change of name / address	8	(2)
Total Studbook Activity	103	(91)

A new European Commission Regulation for the identification of horses, Commission Implementing Regulation (EU) 2015/262, came into force on 1 January 2016. As informed by Defra (Department for Environment, Food & Rural Affairs), the UK is following a phased approach to implementation. We are ensuring that we are fully compliant with all requirements and following all related guidance from Defra.

Freija Glansdorp Studbook Registrar - July 2016

BREEDING TEAM

As already mentioned in the Studbook report, there was a slightly higher number of foals registered in 2015 (5) than in the previous year (2), and for 2016 we are looking for a potential number of 15 new foals (to be confirmed by end of 2016).

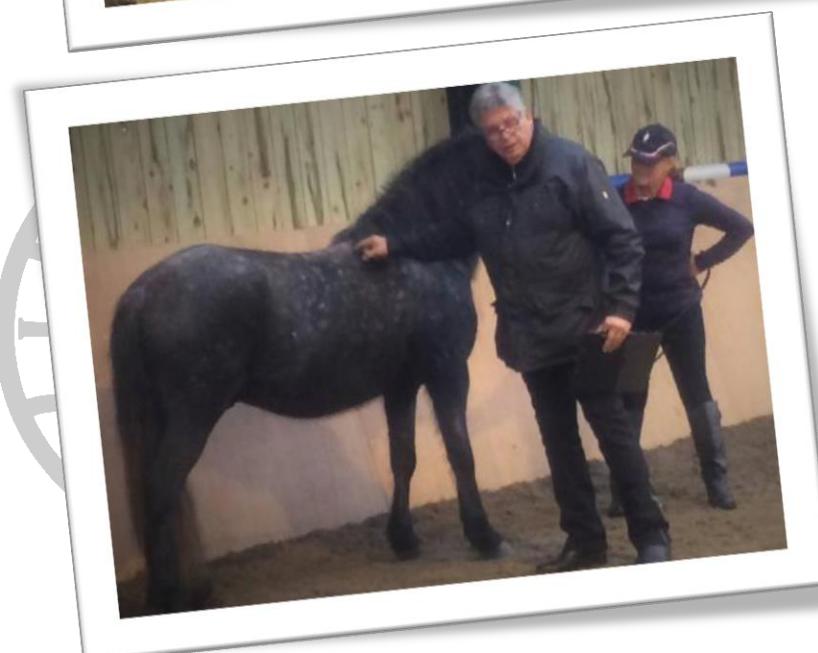
In order to raise interest and knowledge in breeding and evaluating foals, the Breeding Team organized a YOUNG HORSE ASSESSMENT in October 2015, combined with a GAEDINGAKEPPNI and RACES.

A fully qualified international breeding judge (Johannes Hoyos) was invited for the weekend and he explained his marks for the young horses that were presented, so that the spectators were aware of his reasoning behind his marks. A total of 8 horses ranging from a foal to a 5 year old stallion were assessed, and Elizabeth Adam's 2-year-old mare Sóley from Witchampton received the highest young horse

assessment score of 7.92! The feedback from everyone was very positive, especially from the spectators who particularly enjoyed the educational side of the event.

For 2016 the Breeding Team will therefore organize the same event again, however this time also for ridden horses, in order to be able to offer Young Horse Assessments for young horses up to 4 years old, and Full Ridden Assessments for horses 4 years and older. There will be an educational seminar again, but this time in a more official and structured way in order to attract more participants and increase knowledge about breeding and assessing horses, as well as presenting them.

Ellen Brimble Breeding Leader - August 2016



YOUTH REPORT

Following on from the post of National Youth Director not being filled at the 2015 AGM of IHSGB Ltd, I agreed to take on some of the work of the Youth Department early in 2016. I am still in a temporary position and not fulfilling that of an IHSGB Trustee.

The youth department of IHSGB continues to be a fragile one, with few young riders participating – at least not enough!



My agreed focus was with the 13 + years of age, where the riders are starting to develop further their individual horsemanship.

We, together with the Breeding Department, had one young rider nominated to attend the FEIF Seminar for Young Breeding Trainers in April 2016 held in Iceland. This was a successful event and we were delighted to send Sandy to the seminar to represent IHSGB. His full report can be read here: <http://ihsgb.co.uk/wordpress/wp-content/uploads/2016/05/Breeding-riders-seminar-report.pdf>

In June, we had a small group of young riders participating at the British Championships. This was, once again, a disappointing number of young riders interested in sport activities, but those that did participate, did so well. They gave good performances and achieved good scores. Their fundraising efforts at the BC were good and although just a small group of riders, they managed to contribute significantly to the Youth Fund. In total, we had 5 young riders participating at the event.

July was the bi-annual ‘International FEIF Youth Cup’ for riders aged 14 – 17. FEIF allocated us 3 places to attend and applications were opened in GB in April. In the end – 2 riders were selected on their sporting efforts to represent IHSGB at Exloo, The Netherlands. Both those riders were at the lower age range and their first international event with Icelandic Horses. Crissie and Cory both represented IHSGB well and on a personal level, were a joy to take to Youth Cup.

It was not all smooth and we had to switch our hire horse early in the week, but in the end, this was a good tournament and they both performed well in the disciplines that their trainers and Team Leaders nominated them to do. I hope that the experience is a lasting memory for them and a boost to their enthusiasm to develop further in their ambitions.

I will continue to promote and encourage more participation from our young riders and offer them the opportunity to develop further in the future. The Youth are the future of all aspects of our organisation and to support them is, in my opinion, paramount.

Kirsty Carson: youth@ihsgb.co.uk, 07730 714 565



COMMUNICATIONS AND PR ANNUAL REPORT 2016

The current Communications and PR Team consists of a total of 7 active members including the Communications Leader, the Newsletter Editor, and the IHSGB Website Aid.

WEBSITE AND FACEBOOK: The IHSGB website is still functioning well and is a good support or basis to our FB presence. It continues to be a strong avenue for us to alert our members (and non-members/interested parties) of the activities of the IHSGB and up-to-date news. The Events Calendar has been regularly updated and continues to be well used, particularly as this is the year of our 30th anniversary and 'HestFest' events. The 'For Sale' pages are updated as required both by the Website help, Mic Rushen and the Comms Trustee and it is apparent that it is keeping members (and non-members alike) informed and generating sales of horses in particular.



There is a new 'members only' page on the website which is password protected. This page contains previous and current versions of our own magazine 'Sleipnir' as well as other FEIF country member magazines that are made available to us. We are also hoping to add to the information bank over time.

With the success of the GB Ranking last year, we have now added results from both the TTT and Tolt Online initiatives as well as Gaedingakeppni results. This has encouraged people to take part in these activities and to see how their efforts can include them in the IHSGB Rankings. We hope that this enthusiasm will continue and we would like to incorporate an evening event, possibly tied in with the AGM in November, for the winners to be officially acknowledged.

We still have a strong presence on Facebook under the IHSGB, which makes Comms and PR very quick and easy for all and it means we can keep in touch with the owners and enthusiasts of Icelandic Horses. We are also continuing to actively utilise the yahoo email group list to spread information. All of these avenues of Comms and PR are working well.



The 'GB Team' Facebook page has been well used this year where information was regularly updated from members of the GB Team at events in GB and abroad. It is envisaged that this FB page will continue to be used as an avenue for reports from any Team GB presence at sport competitions in the future, such as MEM in August.

PAYPAL is still in use on the website for membership sub payments and this year we again allowed payments of BC fees by paypal which many members find useful.

SLEIPNIR: The Sleipnir Magazine editor (and printer), Mo Hall, has provided a wonderful collection of IHSGB magazines for the last year and electronic versions are routinely available to all as well as paper copies being sent out to members throughout the year. The magazine has been filled with many interesting articles,

information and ideas as well as the Events Calendar. It is also now available on the ‘members only’ page on the website. Many thanks to Mo for her effort and time once again.

HESTFEST 2016: This is the 30th anniversary year of the IHSGB and to celebrate it, there have been ‘HestFest’ events all over the country, memories of which will be used in a compilation video at the end of the year for everyone to enjoy. So far, there have been a total of 9 HestFest events, and the IHSGB have donated a total of 229 HestFest placing or souvenir rosettes to these events with more to come in 2016! Furthermore, two events have been given a grant towards the running costs. It is exciting to see the number of events (and participants) that have taken place for members and owners in 2016 and we hope that more Area Reps will take advantage of the opportunity for grants to help run events in their local areas so that Icelandic Horse owners can take part and enjoy.

Jemimah Adams Communications and PR Trustee - August 2016

EDUCATION & WELFARE

There are groups of Icelandic horse owners in all parts of the UK. Regional groups hold social events, fun rides, courses etc. which anyone interested in Icelandic horses is welcome to attend. See our Society’s website for information on Icelandic horses and owners in your region – any of the individuals or [area representatives](#) listed in each region will be very happy to hear from you if you would like to find out more!

The development of an education matrix is ongoing but progressing rather slowly: I am seeking advice from FEIF and other member countries to find a tailored system for riders together with one for instructors involving “riding batches” and trainer certificates.

I am also working on a vet certificate in co-operation with the Liphook equine clinic, explaining the gaits of a pure bred Icelandic horse. This will be available for every registered Icelandic horse and will be useful at endurance vet checks when the horse should trot up and is, currently, often categorised as lame due to the gaits. This certificate will be presented at the AGM.

On the welfare side, the IHSGB is aware of the struggling situation of a former member of the IHSGB; we offered help and funds were made available.

Kristina Christof
Education and Welfare Leader – August 2016

In 2015/16 the Society welcomed 24 new members. However 27 members resigned during the 12 months, twelve of whom had only been members for a year.

We currently have a total of 212 members – including 51 family members.

REPORT OF THE SPORT GROUP FOR 2016

The Sport Group comprises Ann Savage, Gundula Sharman, Kirsty Carson, Andrew Nickalls and Mike Adams (Sport Leader), this team is unchanged from last year. The Sport Group has held nine procedural teleconference meetings this year plus several ad hoc meetings for specific events.

The declared goals of the Sport Group for this year were:

- to develop a programme to include more riders in measured performance activities. The target will be to increase activity by 10% on 2015
- to develop the Sport Rider Development Programme to encourage and resource aspirational sport riders
- to prepare and take a team to the Mid European Championships in August 2016



The goal of increased activity has been met due mainly to the "Hestfest" initiatives held this year. However, attendance at Sport competitions has not increased and this is a concern for the ongoing development of Sport riding in GB. I thank those good people who organised, hosted and often funded events for members to enjoy.

The Sport Rider Development Programme was a success and the inclusion of an intermediate level programme was well received. All of the SRDP events were completely full which is really encouraging.

A GB team of 10 riders was selected to go to the Mid European Championships in August and have been better prepared than in previous years. Maaike Burggrafer (team coach) and Marina van de Bunt (team leader) attended the last session which was both interesting and challenging for the riders.

The areas of focus for the coming year are:

- to continue to encourage more IHSGB members to engage in measured activities with their horses both in "traditional" activities and by supporting other initiatives whereby riders can more easily participate.
- to continue the Sport Rider Development Programme as an affordable route to improved sport riding
- to prepare and select a full team from a wider base of riders, to take to the World Championships in Holland in 2017.

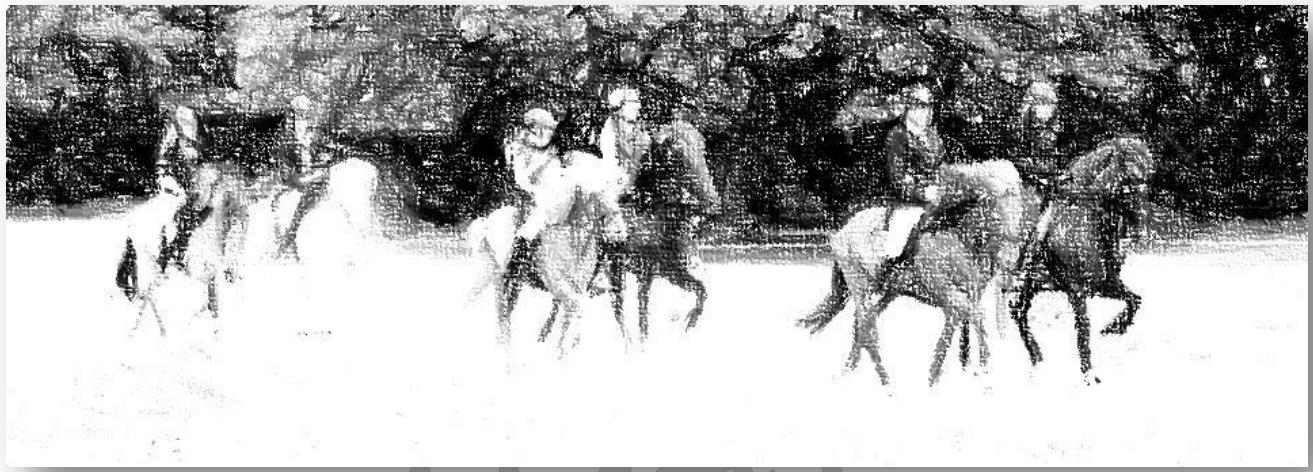


I sincerely thank the members of the Sport Group for their commitment and enthusiasm this year – it has made my job a pleasure.

I also thank those riders who continue to put themselves under pressure to develop themselves and their horses – it is satisfying and a cause for some justified pride.

I urge more riders to do the same and enjoy their Icelandic Horses to the full.

Mike Adams Sport Leader – August 2016



FINANCIAL REVIEW

2016 sees the IHSGB celebrating its 30th birthday through various Hest Fest events around the country. Financially we were delighted to be able to invest in these festivities and £700 has been pledged to date with a further £300 set aside to December 2016 for additional activities. Now our finances are on a sounder footing it is great to be able to give something back to the membership!

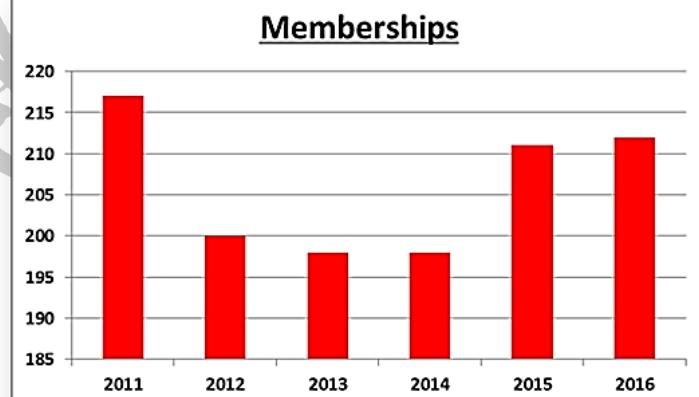
We actually budgeted to make a small loss (£1k) this year anticipating that we would invest in Hest Fest as well as all our normal activities. However our Income & Expenditure account is showing a surplus of c. £2.6k at year end which means we are >£3k better off than we anticipated. This is down to a number of variances not least that the Trustees have not claimed expenses w.r.t. their travel or time commitments. The AGM, hosted by Connegar Farm last year, also meant that no venue or additional governance costs were incurred. Then, thanks to Mo Hall, our intrepid newsletter editor, the print costs of Sleipnir have plummeted as she is able to access in house equipment resulting in a considerable saving for the Society.

Our single annual renewal date for subscriptions continues to work well and it enables the Board to budget more accurately and have a three year rolling plan. However despite many reminders we still have a large number of members paying into the 'old' account and some still paying the wrong amount. Thank you to the members who have paid their new subscriptions and to all those who completed the Gift Aid forms, it really does make a big difference with over £1,000 per annum coming into our coffers through Gift Aid.

Donations of £400 have been received this year to add to the growing development fund (and a further £300 ring-fenced for youth) and the Board now proposes to add to this and make an immediate further investment. This results in a total of £6k being added to the fund this year (which means the Development Fund stands at £10k). Don't forget that interest earned on this Fund can be used to award grants that will further the Society's objectives. Any application should include the reasoning why the applicant believes that the Society objectives would be enhanced and state the benefits to be gained. Applications may be from anyone, and there is no limit to the number of times an individual may apply. **SO WHAT ARE YOU WAITING FOR?** Apply in writing to the Board of Trustees by 31st July 2017 and see if you can get help in

**Bank payments to:**

IHSGB Ltd
Lloyds
Sort Code 30-84-87
A/c No. 35482968
IBAN:
GB18LOYD30848735482968
BIC: LOYDGB21782



running that clinic, attending that course etc. There are also funds to be had to support activities in the Regions. Your membership subs are supporting the Society but now we are able to support you!

In September 2016 the Board and Management Team are also meeting to look at where the Society might want to position itself longer term. There have been some enquiries about legacies and bequests - we do not, yet, have an answer as to how we might handle these; first and foremost we are and have always been a Breed Society but, if money and resources become available in the future, can we become more inclusive for our members and offer more, a centre of excellence and training perhaps for the Icelandic horse and owner or a national training and development programme? Our thoughts will be brought to the AGM (12th November 2016, venue t.b.c.) which, we hope, will spur debate. Any early thoughts or feedback is, of course, welcomed.



The accounts for the year run to 26 pages (necessitated because we have to satisfy the requirements of 2 separate Charity Commissions and those of Companies House). The headline figures however are:

	2015/16	2014/15
Income	18,568	17,565
Expenditure	15,909	15,594
Surplus/(Loss)	2,659	1,971
Cash at bank	16,049	10,971
Reserves	24,022	21,363

In conclusion, we spent and received what we expected to this year but our bottom line was helped by some windfall savings. This means we are able to grow the development fund and, we hope, start the programme of awarding grants back to you to enable you to enjoy your horses!

Debbie Ede Treasurer -

August 2016



RESERVES POLICY

1. The Trustees of IHSGB Ltd. should seek to achieve a reserve of unrestricted funds equivalent to 12.5% of its annual income to meet an unforeseen emergency or other unexpected need. (c. £2,500)
2. That this reserve be invested in a Managed Trust Account through an organisation such as the Charities Aid Foundation (CAF).

A CAF Trust Account is a simple system that is a bit like having your own charitable trust, except it operates as a subsidiary fund of CAF. You can put money into the Trust Account, call it what you like and specify what charitable purposes the money can be used for. As CAF is a charity, the same charitable tax benefits apply to the Trust Account. It is like having your own independent trust, but the Trustees of CAF take responsibility for carrying out your charitable wishes.

3. That any interest on this account is made available to the Society in year as part of its general income stream and allocated to the annual budget.
4. That Trustees aim to invest any growth on this account, plus any year on year profits generated through trading (the Income & Expenditure account) into a second unrestricted fund/reserve
 - a. This fund is now known as the General Development Fund and is operated subject to the principles adopted below.
 - b. However, given the capital of the General development Fund is only to be spent 'in exceptional circumstances' the Board of Trustees need to be mindful of the need to retain some budget flexibility year on year and of the need to protect the cash flow. Given this it may be appropriate to carry forward some I&E surplus year on year in the IHSGB Ltd general trading accounts (the bank accounts). This should be at the discretion of the serving Board of Trustees.
5. That the Board of Trustees agree to set a rolling three year budget to permit reserves/surpluses to be deployed to their best advantage and ensure cyclical events (Youth & World Cups for example) are adequately planned and budgeted for.

PRINCIPLES FOR THE USE OF THE IHSGB LTD GENERAL DEVELOPMENT FUND

To maintain our status as a registered charity that is able to claim tax relief, we are required to demonstrate annual achievement of the Society's aims. Established in 2013, this fund helps us achieve to our goals and demonstrate our charitable credentials. The aim of the fund is for the interest earned to be used to award grants that will further the Society's objectives.

Applications for grants are to be made in writing to the Board of Trustees by 31st July each year for the following year. The application should include the reasoning why the applicant believes that the Society objectives would be enhanced and state the benefits to be gained. Applications may be from anyone, and there is no limit to the number of times an individual may apply.

The Board of Trustees shall consider the merits of each and every application, seeking clarification where necessary. Any awards so granted will be announced at the Society AGM in November. If no applications are received or none is considered sufficiently worthy then the interest will be reinvested into the fund.

If the total amount asked for by those applications considered worthy exceeds the amount of interest available then the Board will decide which applications will provide the Society with the greatest return. The

Board decision is final and there will be no right of appeal, however the individual may apply again the following year.

The capital of the fund may only be spent in exceptional circumstances and the Trustees will need the majority of fully paid up members to give their written agreement. This will reassure people that their donations will be fully used to create a lasting legacy.



Approved by order of the board of Trustees on **24th September 2016** and signed on its behalf by:


David Savage – Chair



INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF IHSGB LIMITED COMPANY LIMITED BY GUARANTEE

I report on the accounts for the year ended 31 July 2016 set out on pages 20 to 25.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The charity's Trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's Trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) or under Regulation 10 (1) (a) to (c) of The Charities Accounts (Scotland) Regulations 2006 (the 2006 Accounts Regulations) and that an independent examination is required.

The charity is required by company law to prepare accrued accounts and I am qualified to undertake the examination by being a qualified member of the ICAEW.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 (the 2005 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

BASIS OF THE INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the General Directions given by the Charity Commission and is in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with 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 386 and 387 of the Companies Act 2006 and section 44(1)(a) of the 2005 Act; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006, section 44(1)(b) of the 2005 Act and Regulation 8 of the 2006 Accounts Regulations and with the methods and principles of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities

preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)

have 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.

Alun Evans

Alun Evans

Date: 27/9/2016

BCom (Acc) FCA MABRP
Bevan & Buckland Chartered Accountants
45 High Street
Haverfordwest
Pembrokeshire
SA61 2BP



FINANCIAL SUMMARY

STATEMENT OF FINANCIAL ACTIVITIES
INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2016

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	Total 2016 funds £	Total 2015 funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies		9,222	-	-	9,222	9,797
Charitable activities						
Promotion, welfare and care		7,673	1,025	-	8,698	7,457
Other trading activities	2	-	-	-	-	(40)
Investment income	3	418	172	58	648	351
Total		17,313	1,197	58	18,568	17,565
EXPENDITURE ON						
Charitable activities						
Promotion, welfare and care		<u>14,602</u>	<u>1,307</u>	<u>-</u>	<u>15,909</u>	<u>15,594</u>
NET INCOME/(EXPENDITURE)		2,711	(110)	58	2,659	1,971
RECONCILIATION OF FUNDS						
Total funds brought forward		14,706	110	6,547	21,363	19,392
TOTAL FUNDS CARRIED FORWARD		<u>17,417</u>	<u>-</u>	<u>6,605</u>	<u>24,022</u>	<u>21,363</u>

The notes form part of these financial statements

**BALANCE SHEET
AS AT 31 JULY 2016**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	Total 2016 funds £	Total 2015 funds £
FIXED ASSETS						
Tangible assets	7	112	-	-	112	140
CURRENT ASSETS						
Debtors	8	1,086	-	-	1,086	2,148
Investments	9	8,680	-	6,605	15,285	14,047
Cash at bank and in hand		<u>16,049</u>	<u>-</u>	<u>-</u>	<u>16,049</u>	<u>10,971</u>
		25,815	-	6,605	32,420	27,166
CREDITORS						
Amounts falling due within one year	10	(8,510)	-	-	(8,510)	(5,943)
NET CURRENT ASSETS		<u>17,305</u>	<u>-</u>	<u>6,605</u>	<u>23,910</u>	<u>21,223</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		17,417	-	6,605	24,022	21,363
NET ASSETS		<u>17,417</u>	<u>-</u>	<u>6,605</u>	<u>24,022</u>	<u>21,363</u>
FUNDS	11					
Unrestricted funds					17,417	14,706
Restricted funds					-	110
Endowment funds					<u>6,605</u>	<u>6,547</u>
TOTAL FUNDS					<u>24,022</u>	<u>21,363</u>

The notes form part of these financial statements

BALANCE SHEET – CONTINUED - AT 31 JULY 2016

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2016. The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 July 2016 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- (a) ensuring that the charitable company keeps accounting records that 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 charitable 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 charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 24th September 2016 and were signed on its behalf by:

David Savage - Chair

Jemimah Adams - Trustee

Michael Adams - Trustee

Ellen Brimble - Trustee

Kristina Christoff - Trustee

Freja Glansdorp - Trustee



The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2016**1. ACCOUNTING POLICIES****BASIS OF PREPARING THE FINANCIAL STATEMENTS**

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

TANGIBLE FIXED ASSETS

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

Plant and machinery - 20% reducing balance

TAXATION

The charity is exempt from corporation tax on its charitable activities.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees. Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS – CONTINUED FOR THE YEAR ENDED 31 JULY 2016

NOTE			2016		2015	
			£		£	
2	OTHER TRADING ACTIVITIES	Magazine advertising	-		(40)	
3	INVESTMENT INCOME	CAF endowment fund value	238		194	
		CAF endowment fund interest	410		157	
			648		351	
4	NET INCOME/(EXPENDITURE)	Net income/(expenditure) is stated after charging/(crediting):				
		Depreciation - owned assets	28		35	
5	TRUSTEES' REMUNERATION AND BENEFITS	There were no trustees' remuneration or other benefits for the year ended 31 July 2016 nor for the year ended 31 July 2015.				
		Trustees' expenses	0		895	
		There were no trustees' expenses paid for the year ended 31 July 2016.				
6	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES		Unrestricted funds	Restricted funds	Endowment fund	Total funds
			£	£	£	£
INCOME AND ENDOWMENTS FROM						
	Donations and legacies		9,797	-	-	9,797
Charitable activities						
	Promotion, welfare and care		7,457	-	-	7,457
	Other trading activities		(40)	-	-	(40)
	Investment income		157	-	194	351
	Total		17,371	-	194	17,565
EXPENDITURE ON						
Charitable activities						
	Promotion, welfare and care		15,572	22	-	15,594
	Total		15,572	22	-	15,594
	NET INCOME/(EXPENDITURE)		1,799	(22)	194	1,971
RECONCILIATION OF FUNDS						
	Total funds brought forward		12,907	132	6,353	19,392
	TOTAL FUNDS CARRIED FORWARD		14,706	110	6,547	21,363

NOTES TO THE FINANCIAL STATEMENTS – CONTINUED FOR THE YEAR ENDED 31 JULY 2016

7	TANGIBLE FIXED ASSETS - Plant & Machinery		£	
	COST			
	At 1 August 2015 and 31 July 2016		2,606	
	DEPRECIATION			
	At 1 August 2015		2,466	
	Charge for year		28	
	At 31 July 2016		<u>2,494</u>	
	NET BOOK VALUE			
	At 31 July 2016		112	
	At 31 July 2015		<u>140</u>	
	Items above £150 are capitalised and accounted for as a fixed assets addition. Impairment reviews are carried out where necessary.	2016	2015	
		£	£	
8	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
	Trade debtors	1,086	2,148	
9	CURRENT ASSET INVESTMENTS			
	Unlisted investments	15,285	<u>14,047</u>	
10	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
	Trade creditors	6,913	4,197	
	Other creditors	1,597	1,746	
		<u>8,510</u>	<u>5,943</u>	
		Net movement in funds		
11	MOVEMENT IN FUNDS	At 1.8.15	At 31.7.16	
		Fund Name	£	
	Unrestricted funds	General	14,706	
	Restricted funds	Youth Income	110	
	Endowment funds	CAF Youth	6,547	
		TOTAL FUNDS	<u>21,363</u>	
			£	
			2,711	
			17,417	
			-	
			6,605	
			<u>24,022</u>	
	Net movement in funds, included in the above are as follows:			
		Incoming resources	Resources expended	Movement in funds
		Fund Name	£	£
	Unrestricted funds	General	17,313	(14,602)
	Restricted funds	Youth Income	1,197	(1,307)
	Endowment funds	CAF Youth	58	-
		TOTAL FUNDS	<u>18,568</u>	<u>(15,909)</u>
				<u>2,659</u>
12	RELATED PARTY DISCLOSURES			
	There were no related party transactions for the year ended 31 July 2016.			
13	COMPANY LIMITED BY GUARANTEE			
	The company is limited by guarantee and in the event of winding up of the society, the liability of each member will not exceed £10.			

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2016

	<u>2016</u>	<u>2015</u>
	£	£
<u>INCOME AND ENDOWMENTS</u>		
Donations and legacies		
Donations	669	252
Gift aid	1,032	1,000
Compensation	-	1,200
Subscriptions	7,521	7,345
	9,222	9,797
Other trading activities		
Magazine advertising	-	(40)
Investment income		
CAF endowment fund value	238	194
CAF endowment fund interest	410	157
	648	351
Charitable activities		
Breeding activities	2,323	3,297
Sport activities	4,577	3,834
Youth activities	1,325	-
FEIF	473	326
	8,698	7,457
Total incoming resources	18,568	17,565
EXPENDITURE		
Charitable activities		
Publicity and promotion	1,940	2,561
Sundries	638	-
FEIF activities	1,641	1,445
Breeding activities	2,817	3,355
Sport activities	4,991	3,645
Youth activities	1,674	22
	13,701	11,028
Support costs: Management		
Trustees' expenses	-	895
Insurance	1,018	936
Administration	470	2,136
Professional fees	692	564
Depreciation	28	35
	2,208	4,566
Total resources expended	15,909	15,594
NET INCOME	2,659	1,971

This page does not form part of the statutory financial statements