

Dartington Cattle Breeding Trust

Report and Financial Statements

Year ended 31 March 2020

Registered Charitable Trust No. 201135

Dartington Cattle Breeding Trust

Accounts

Year ended 31 March 2020

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Dartington Cattle Breeding Trust

Reference and Administrative Details

Year ended 31 March 2020

Legal Status

The Charitable Trust is held and administered by the Trustees in accordance with the Trust Deed dated 6 September 2000. It is registered with the Charity Commission under reference number 201135.

Trustees

D J Anning (Chairman)
R T Holland (resigned 30 June 2020)
J W Usher
R J Sibley BVSc, HonFRCVS (Vice-Chairman)
H J Pendray
P J Densham (resigned 28 June 2019)
P C Smerdon
R H Knowles
E Priest (appointed 30 June 2020)

Trust Manager

Mrs E J Luckes

Principal Address

Hazard Farm
Totnes
Devon
TQ9 7LN

Independent Examiner

Martin Hobbs BSc ACA
Francis Clark LLP
Chartered Accountants
Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

Bankers

Lloyds Bank
31 Fore Street
Totnes
TQ9 5HH

Solicitors

Wollens
15-21 Market Street
Newton Abbot
Devon
TQ12 2RN

Investment Managers

Smith and Williamson
Brewin Dolphin
M&G Investments

Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2020

Trustees' Report

The Trustees present their report together with the financial statements of the charity for the year ended 31 March 2020. The financial statements have been prepared in accordance with the accounting policies set out on page 8 and comply with the charity's trust deed and applicable law.

Constitution and objectives

The charity operates under the provisions of a Deed of Variation implemented on 6th September 2000. The objects of the charity (Trust No. 201135), which Trustees review each year, include improving the quality and health of livestock in Great Britain for the benefit of the public by further research, disseminating the useful results of research and otherwise furthering education in livestock breeding, animal husbandry and related subjects. During the year 2009/10 in order to increase the level of public benefit, the objects were extended to include grant making to support new entrants to livestock farming and others developing their livestock enterprises.

Organisation

The names of the Trustees who served during the year and since the year end are set out on page 1. The Board of Trustees who meet regularly during the year appoints trustees. Trustees have complied with their duty to have regard to guidance published by the Charity Commission on public benefit. Trustees are recruited to the Board by a majority vote of existing Trustees.

Grant making policy

Grant funding applications are invited from universities, agricultural colleges, trusts and researchers into cattle breeding and animal health. Publicity of this continues to be achieved by long-established awareness within the cattle breeding academic and veterinary sectors and now through the Trust's involvement with the Agri-Food Charities Partnership, as well as publicly available information from the Charity Commission and through the Trust's website. Trustees consider each application on its merits, the costs and availability of uncommitted grant funds at the time. Educational bursaries are advertised on the Trust's website and other websites, including the Mole Valley Farmers, Cornwall Farmers, Young Farmers and the National Farmers Union, together with correspondence directly with the leading agricultural universities and colleges and local Young Farmers Clubs. Educational grants are awarded to suitable students following recommendations by a sub-committee of Trustees. Four capital grant awards were made during the year.

Risk management

Trustees have satisfied themselves that systems or procedures are established to manage risks. Major risks to which the charity is exposed are reviewed by the trustees each year and systems put in place to manage those risks. Areas of risk are mainly confined to those relating to letting of property, office and employment matters, actions associated with determining to whom or which organisations grants should be made, and investments managed by reputable professional firms.

Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2020

Reserves

It remains the policy of the charity to maintain unrestricted funds to meet approved grant fund applications. Grant amounts have varied in past years between £500 and £100,000 per project. The total reserve is held at a level that trustees believe will enable the charity to fund potentially important future research work for which they would not wish to refuse support on the ground of insufficient funds in reserve. Also, the total reserves are used to generate the level of distributable income required to fund the current grant making policies.

Financial review and investment policy

Trustees confirmed in writing with Investment Managers Smith & Williamson and Brewin Dolphin, the investment objective of the charity, which is the continuance of a discretionary power in making investments of medium risk to provide a balanced growth with exposure to gilts, equities, hedge funds, property and investment trusts. Income from investments was used by the charity to further its objects. Trustees wished to increase the dividend income from their investments and decided to transfer approximately half of the value of investments (all held at Brewin Dolphin) to the M&G Charifund. The intention of this transfer is to increase income alongside continued capital growth in line with the market.

The Trustees' investment property at West Yarner is let on a 5-year full insuring and repairing lease which commenced on 5 December 2019 at a rent of £20,000 per annum.

Grants made within the year were:

	£
Bursaries to agricultural/veterinary students in higher education	20,500
AHDB/AFCP PhD Project – Optimising health and welfare of dairy calves	5,000
Capital grants	11,954
Devon Federation of Young Farmers Clubs -travel scholarships	1,275
Farmlink Devon & Cornwall	15,000
Farmwise Devon	2,000
Farm & Country Days Cornwall	4,000
Kingfisher Award – Cornwall	2,000
	<hr/>
	61,729
	<hr/>

Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2020

Trustees' responsibilities

Law applicable to charities in England and Wales requires the trustees to prepare financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied they give a true and fair view of the state of affairs of the charity and the income and expenditure of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and
- prepare the financial accounts on a going concern basis unless it is inappropriate to presume that the charity will continue in business

The trustees are responsible for keeping the accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:

D J Anning
Chairman

Date: 12 January 2021

Dartington Cattle Breeding Trust

Independent Examiners' Report

Year ended 31 March 2020

I report to the Trustees on my examination of the account of the Dartington Cattle Breeding Trust for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's Statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Martin Hobbs BSc ACA
Francis Clark LLP
Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

Date: 14 January 2021

Dartington Cattle Breeding Trust

Statement of Financial Activities

Year ended 31 March 2020

	Note	2020 £	2019 £
Income			
Investment income	2	188,665	133,359
Total Income		188,665	133,359
Expenditure			
Raising funds	3	22,514	35,685
Charitable activities	3	88,421	79,934
Total Expenditure		110,935	115,619
Net income		77,730	17,740
Net (losses)/gains on investments	6	(709,559)	181,266
Net movement in funds		(631,829)	199,006
Reconciliation of Funds:			
Total funds brought forward		4,668,657	4,469,651
Total funds carried forward		4,036,828	4,668,657

All funds are unrestricted.

The notes on pages 8 to 12 form part of these accounts.

Dartington Cattle Breeding Trust

Balance Sheet

Year ended 31 March 2020

	Note	£	2020 £	2019 £
Fixed assets				
Investments	7		<u>3,976,755</u>	<u>4,603,911</u>
Current assets				
Debtors	8	1,000		1,000
Cash at bank and in hand	9	<u>76,009</u>		<u>84,699</u>
		<u>77,009</u>		<u>85,699</u>
Liabilities				
Creditors – amounts falling due within one year	10	<u>(16,936)</u>		<u>(20,953)</u>
Net current assets			<u>60,073</u>	<u>64,746</u>
Total net assets			<u>4,036,828</u>	<u>4,668,657</u>
The funds of the charity:				
Unrestricted funds			<u>4,036,828</u>	<u>4,668,657</u>
Total charity funds			<u>4,036,828</u>	<u>4,668,657</u>

Signed on behalf of the Trustees on 12 January 2021.

D J Anning

R J Sibley

The notes on pages 8 to 12 form part of these accounts.

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2020

1 Accounting policies

Basis of preparation

The financial statements have been prepared on the going concern basis and under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic Of Ireland (FRS 102) (effective 1 January 2015) and the Charities Act 2011.

The trust has taken advantage of the exemptions in FRS102 from the requirement to produce a cash flow statement on the grounds that it qualifies as "small" under the definition contained in the Companies Act.

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

The functional and presentational currency of these financial statements is sterling.

Income

All income is recognised once the charity has entitlement to the income, it is probable the income will be received and the amount can be measured reliably.

Investments

Quoted investments are valued by the managers at market value. Any gains or losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

Investment property is carried at fair value, a valuation made by the trustees, following an independent valuation in the prior year. Changes in fair value are recognised in the Statement of Financial Activities.

Expenditure

Expenditure is included on an accruals basis and includes any irrecoverable VAT.

Costs of raising funds comprise those costs directly attributable to managing the investment portfolio and raising investment income.

Grants are charged in the year when the offer is conveyed to the recipient. Conditional grants are recognised as expenditure when the conditions are fulfilled.

Charitable activities and Governance costs comprise costs for processing grants and applications, including support to actual and potential applicants and of running of the charity itself as an organisation.

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2020

1 Accounting policies (continued)

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. The company holds the following financial instruments, all of which are considered to be basic:

- Short term debtors and creditors
- Cash at bank and in hand

2 Investment Income

	Note	2020 £	2019 £
Rent receivable		18,370	17,500
Dividends and interest from investments	4	170,292	115,827
Sundry income		3	32
Total continuing operations		188,665	133,359

3 Expenditure

	Note	2020 £	2019 £
Raising funds			
Investment management and professional fees		22,514	35,685
Charitable activities			
Grants payable in furtherance of the charity's objectives (see Trustees' Report for further details)		61,729	56,555
Charitable activities and governance costs	5	26,692	23,379
		88,421	79,934
Total expenditure		110,935	115,619

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2020

4 Dividend and interest from investments

	2020 £	2019 £
Equities and unit trusts	168,324	112,643
Government securities	1,968	3,184
	170,292	115,827

5 Charitable activities and governance costs

	2020 £	2019 £
Trust managerial fees	12,748	12,255
Travelling expenses	674	783
Insurances	2,561	2,330
Office expenses	1,907	1,680
Property costs	3,091	2,343
Independent examiners fees	2,100	2,460
Professional fees	3,093	1,058
Sundries	518	470
	26,692	23,379

6 Gains/(loss) on investments

	2020 £	2019 £
Unrealised (loss)/gain on listed investments	(915,906)	41,419
Realised gain on disposal of listed investments	206,347	135,847
Unrealised gain on Investment Property	-	4,000
	(709,559)	181,266

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2020

7 Investments

	2020 £	2019 £
Investment property	400,000	400,000
Quoted investments		
Investments at market value	3,561,544	4,135,177
Cash at Smith and Williamson Ltd	15,211	21,236
Cash at Brewin Dolphin	-	47,498
	3,976,755	4,603,911
Quoted investments	2020 £	
Market value at 1 April 2019	4,135,177	
Acquisitions at cost	2,648,394	
Sale proceeds from disposals	(2,512,468)	
Profit in year realised	206,347	
Profit in year unrealised	(915,906)	
Market value at 31 March 2020	3,561,544	

The cost of these investments at 31 March 2020 was £3,894,486 (2019: £3,207,472).

Investment property	Market Value 2020 £	Market Value 2019 £
Freehold property		
Yarner, Dartington	329,000	329,000
Land	71,000	71,000
	400,000	400,000

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2020

8 Debtors

	2020 £	2019 £
Prepayments	<u>1,000</u>	<u>1,000</u>

9 Cash at bank

	2020 £	2019 £
Lloyds bank	<u>76,009</u>	<u>84,699</u>

10 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and receipts in advance	<u>16,936</u>	<u>20,953</u>

11 Staff costs

No employee received remuneration amounting to more than £60,000 in either year.

12 Summary of Trustees remuneration and expenses

During the year, travel expenses totalling £549 (2019: £649) were paid to five (2019: six) Trustees, which is permitted by the Trust Deed. The cost of the Trustees Indemnity Insurance to the charity for the year was £1,344 (2019: £1,344).

13 Related party transactions

No related party transactions took place during the year (2019: none).