

**REGISTERED COMPANY NUMBER: SC055423 (Scotland)**  
**REGISTERED CHARITY NUMBER: SC007271**

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS  
for the year ended 31 March 2015  
FOR  
THE BRITISH TEXEL SHEEP SOCIETY LIMITED  
(A COMPANY LIMITED BY GUARANTEE  
AND NOT HAVING A SHARE CAPITAL)**

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

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for the year ended 31 March 2015**

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**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**REPORT OF THE TRUSTEES  
for the year ended 31 March 2015**

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 March 2015. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) Accounting and Reporting by Charities issued in March 2005

**REFERENCE AND ADMINISTRATIVE DETAILS**

Charity name:	The British Texel Sheep Society
Charity known as:	Texel Sheep Society
Charity registration number:	SC007271
Company registration number:	SC55423 (Scotland)
Registered office:	The Mechanics Workshop New Lanark Lanark South Lanarkshire ML11 9DB
Operational address:	National Agricultural Centre Stoneleigh Park Kenilworth Warwickshire CV8 2LG

**Trustees**

B H Gamble - Chairman	
D J McKerrow – Vice Chairman	
G Knox – Hon Treasurer	
J Aiken	
A P W Andrews	- resigned 8.11.14
A Barr	
R Campbell	
J Davies	- resigned 8.11.14
R Hughes	
G M Hill	- appointed 8.11.14
I P Jones	
P J Mitchell	- appointed 8.11.14
S Richardson	
P Sutton	- resigned 4.2.15
N C W Tavernor	- resigned 8.11.14
W A Windsor	- appointed 8.11.14

**Company Secretary**

J A Yates

**Auditors**

Daffern LLP, Chartered Accountants  
One Eastwood  
Binley Business Park  
Coventry  
CV3 2UB

## THE BRITISH TEXEL SHEEP SOCIETY LIMITED

### REPORT OF THE TRUSTEES for the year ended 31 March 2015

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The Society is a registered Charity No: SC007271. Annual Reports and accounts are submitted to the Office of the Scottish Charity Commissioners following formal approval by the membership at the Annual General Meeting. The Society is a Company limited by guarantee and not having a Share Capital, incorporated on the 10 April 1974. The Society is governed by its Memorandum and Articles of Association (Company No: SC055423), which includes wide investment powers. For the purposes of the Companies Act 2006 members of the Board are treated as directors for which services they receive no remuneration.

A full copy of the Society's Memorandum & Articles of Association is available to all members from the Company Secretary at the Society's Administrative Office.

##### **Organisational structure**

The Board of Trustees administers the Charity. The Board meets on a regular basis. Within the Board, trustees are nominated to represent specific areas covering Breed Development, Shows, Sales and Promotions, Finance & Remuneration and Compliance & Governance. A Chief Executive is appointed by the Board of Trustees to manage the day-to-day operations of the charity. To facilitate effective operations and accountability the Chief Executive has delegated authority, within terms of delegation approved by the trustees, for operational and strategic matters including finance and employment.

##### **Recruitment and appointment of new trustees**

The Articles of Association allows for the appointment of twenty trustees (Directors), with effect from October 2011, directors are eligible to serve for a period of four years and if successfully re-elected to a maximum of 12 consecutive years before having to step down for a minimum of four years prior to further re-election. The Board resolved to reduce their number to thirteen, each of which is elected by members on a regional basis. The Trustees also have the power to co-opt further members to the Board to fill specialist roles, always provided that the total Board size does not exceed twenty members. All members within the region of the retiring trustees are circulated with invitations to nominate trustees prior to the AGM. All new Trustees undergo an orientation and training day to brief them on their legal obligations under charity and company law, the content of the Memorandum & Articles of Association, the committee and decision making process, the business plan and recent financial performance of the charity.

##### **Employee involvement**

The Society has a well-established structure to communicate with employees at every level and to encourage their involvement regarding the company's performance and future development.

##### **Risk Management**

The trustees continually examine the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that necessary recommendations can be made to lessen these risks. The trustees also consider non-financial risk arising from fire, and the health and safety aspects of the employment of its staff. A key element in the management of financial risk is the setting of a reserves policy.

## THE BRITISH TEXEL SHEEP SOCIETY LIMITED

### REPORT OF THE TRUSTEES for the year ended 31 March 2015

#### OBJECTIVES AND ACTIVITIES

The principal activity of the Society in the year under review was that of encouraging, promoting and improving the breeding of Texel sheep in the United Kingdom of Great Britain and Northern Ireland. The Society assists its members in the maintenance and promotion of the breed and its influence for the advancement of the arts, heritage, culture and science. The Society consistently and regularly reviews and improves where appropriate the level of services offered to its members.

#### ACHIEVEMENTS AND PERFORMANCE

The Society continues to build its reputation within Industry and has become a leading and respected organisation within the livestock sector. The Board regularly reviews its operation and identifies new initiatives to support the organisation in achieving its charitable objectives.

The expanded breed promotion activity, support of the youth development programme, that includes educational awards for public benefit and the investment in genetic improvement activity has proven successful. Further success with a recent Industry leading award has resulted during the period that will support the research and development of genomic technologies of hard to measure traits in the Texel breed. Financial activity of £16,278 in preparation for this 18 month project that started on 1 March 2015 has been incurred, along with other genetic improvement support costs and are shown in the movement of funds (Note 10 to the financial statements).

Incoming resources rose during the period by 1.5% to end £581,519. Membership income continues to rise to end £100,275. Registrations income increased by 7.6%, contributing £320,724. DNA testing was launched in 2013, both as a measure to provide parentage verification and to initiate a longer term genomic plan. This service will be developed further in 2015/16 to provide further value to members and their flocks and support genetic improvement.

Income from registrations services has returned to a more normal trend during the period 2014/15 and as projected. Inflation based fee increases have again been avoided during the period and registration service fees will be kept under review.

The Society's 40th Anniversary year was successfully celebrated through increased support of member events at sales and shows and to assist commercial promotion of the breed. These additional costs impacted on sales and shows expenditure rising from £64,316 to £86,878. A specific 40th Anniversary fund was also used and totalled £14,688. Purchase of promotional material which was capitalised added to increased depreciation costs.

Postage & stationery and office costs were reduced by £14,915 from £38,575 to £29,073 and £39,270 to £33,857, a collective reduction of overhead of 19%. The Society continues to invest successfully in the use of digital media. It also provides high quality hard copy promotional material for its membership. There will be a further drive to increase Knowledge Transfer to the membership and the public by using the widely popular WWW.TEXEL.CO.UK site, which will continue to require greater investment of Society resources.

Travel and meeting costs increased during the period to £18,805 and represented the cost of increased promotion and attendance of events during the 40th Anniversary year, along with support of the committee structure.

As such Resources Expended during the period rose by 6%, £34,934.

Movements during the year resulted in a Net Incoming Resource of £11,354 a modest figure 1.95% of total income, prior to any contribution of gains from investments. Investments have performed very satisfactorily to provide an additional £30,071 contribution to funds. Total net movement in funds for the period were £41,425.

Total funds carried forward total £954,759.

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED****REPORT OF THE TRUSTEES  
for the year ended 31 March 2015****Reserves policy**

It is the policy of the Society to maintain unrestricted funds, that are not designated, which are free reserves of the Society of approximately eighteen months of unrestricted expenditure. This is intended to provide sufficient funds to cover management, administration and promotional costs. Free unrestricted reserves at 31 March 2015 stood at £704,759 compared with unrestricted expenditure in the year of £570,165.

**Investment policy**

The Board of Directors considered the most appropriate policy for investing funds during the period to be the use of managed Share Portfolio accounts for long term investment opportunity as well as short term cash held within the Direct Reserve Account.

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of The British Texel Sheep Society Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:-

select suitable accounting policies and then apply them consistently;  
observe the methods and principals in the Charity SORP;  
make judgements and estimates that are reasonable and prudent; and  
prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the trustees are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

**AUDITORS**

The auditors, Dafferns LLP, will be proposed for re-appointment at the forthcoming annual general meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

B H Gamble - Chairman - Trustee

10 July 2015

## **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

We have audited the financial statements of The British Texel Sheep Society Limited for the year ended 31 March 2015 on pages 7 to 13. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made exclusively to the charitable company's 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. Our audit work has been undertaken so that we might state to the charitable company's 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 and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of trustees and auditor**

As explained more fully in the Trustees' Responsibilities Statement 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.

The trustees have elected for the financial statements to be audited in accordance with the Charities and Trustee Investment (Scotland) Act 2005 rather than also with the Companies Act 2006. Accordingly, we have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report to you in accordance with that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2015, 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 Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF  
THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**Matters on which we are required to report by exception**

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept proper and adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Dafferns LLP  
Chartered Accountants  
Statutory Auditor  
Dafferns LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006  
One Eastwood  
Harry Weston Road  
Binley Business Park  
Coventry  
CV3 2UB

12 August 2015

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(INCLUDING INCOME AND EXPENDITURE ACCOUNT)**  
**for the year ended 31 March 2015**

	Note	Unrestricted funds 2015 £	2014 £
<b>INCOMING RESOURCES</b>			
<b>Voluntary income</b>			
Subscriptions		100,275	99,254
Gift aid		15,650	15,624
<b>Activities to generate funds</b>			
Publications		17,540	17,867
Auctions		95,592	95,907
BASCO data		350	350
Testing BASCO software		-	7,500
Sundry income		5,120	4,191
Investment income and interest received		8,582	12,604
<b>Charitable activities</b>			
Registrations		320,724	298,033
DNA profiling		<u>17,686</u>	<u>21,578</u>
<b>Total incoming resources</b>		<u>581,519</u>	<u>572,908</u>
<b>RESOURCES EXPENDED</b>			
<b>Charitable activities</b>			
Publications		29,124	30,276
Sales and shows		86,878	64,316
40th Anniversary expenses		14,688	-
Merchandise		1,912	2,616
BASCO costs		22,279	22,279
Travel		24,220	27,995
Publicity		64,977	69,954
Postage and stationery		29,073	38,575
DNA profiling costs		15,653	18,973
Breed development costs		13,189	-
<b>Support costs</b>			
Salaries, social security and pensions		155,406	153,517
Breed development, salaries, social security and pensions		5,000	-
Travel and subsistence		6,598	7,135
Office costs		31,357	39,270
Breed development; office costs		2,500	-
Leasing		3,071	2,919
Legal and professional		12,347	17,124
Investment managers costs		3,900	1,534
Other costs		2,650	1,809
Bank charges		2,613	2,669
Depreciation		19,075	15,090
<b>Governance costs</b>			
Audit and accountancy		4,850	4,700
Meetings		<u>18,805</u>	<u>14,480</u>
<b>Total resources expended</b>		<u>570,165</u>	<u>535,231</u>
<b>NET INCOMING RESOURCES</b>	2.	11,354	37,677
<b>Gains on investments</b>		<u>30,071</u>	<u>15,548</u>
<b>Net movement in funds</b>		41,425	53,225
<b>Total funds brought forward</b>		<u>913,334</u>	<u>860,109</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>954,759</u>	<u>913,334</u>

The notes on pages 9 to 13 form an integral part of these financial statements

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**BALANCE SHEET**

**At 31 March 2015**

	<b>Note</b>	<b>2015</b>		<b>2014</b>	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	5		36,430		42,523
Investments	6		<u>659,232</u>		<u>433,986</u>
			695,662		476,509
<b>CURRENT ASSETS</b>					
Stocks		7,485		8,713	
Debtors	7	84,869		161,007	
Cash at bank and in hand		<u>269,531</u>		<u>403,288</u>	
		361,885		573,008	
<b>CREDITORS</b>					
Amounts falling due within one year	8	<u>102,788</u>		<u>136,183</u>	
<b>NET CURRENT ASSETS</b>			<u>259,097</u>		<u>436,825</u>
<b>NET ASSETS</b>			<u>954,759</u>		<u>913,334</u>
<b>FUNDS</b>					
	10				
Unrestricted funds:					
General fund			704,759		663,334
Designated fund - BASCO			150,000		150,000
Designated fund - Breed development			<u>100,000</u>		<u>100,000</u>
<b>TOTAL FUNDS</b>			<u>954,759</u>		<u>913,334</u>

For the year ending 31 March 2015, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies, but as this company is a charity, it is subject to audit under the Charities and Trustee Investment (Scotland) Act 2005.

Directors' responsibilities:

- a) The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 and
- b) The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

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 April 2008).

The financial statements were approved by the Board of Trustees on 10 July 2015 and were signed on its behalf by

B H Gamble - Chairman - Trustee

The notes on pages 9 to 13 form an integral part of these financial statements.

## THE BRITISH TEXEL SHEEP SOCIETY LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2015

#### 1. ACCOUNTING POLICIES

##### Accounting convention

The financial statements have been prepared under the historical cost convention, as modified for the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

##### Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. Gross income is stated net of value added tax.

The subscription year runs to 30 September. Subscription income is accounted for on an accruals basis, with six months' income deferred at the accounting year end.

##### Resources expended

Expenditure is accounted for on an accruals basis. The Society has taken advantage of the small charity exemption not to apportion costs between activities.

##### Tangible fixed assets

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

Long leasehold	5% straight line
BASCO database	33% and 10% straight line
Show equipment	33% straight line
Office equipment	33% straight line

##### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

##### Investments

Investments are stated in the balance sheet at market value in accordance with the SORP. Movements in market value are shown on the statement of financial activities.

##### Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities as incurred.

##### Pension costs and other post-retirement benefits

The charitable company operates defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

##### Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. All the Society's funds are unrestricted.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**

For the year ended 31 March 2015

**2. NET INCOMING RESOURCES**

	2015 £	2014 £
This is stated after charging / (crediting) the following:		
Depreciation – owned assets	19,075	15,090
Operating lease costs	6,961	6,961
Auditors' remuneration	<u>4,850</u>	<u>4,700</u>

**3. TRUSTEE REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2015, nor for the year ended 31 March 2014.

<b>Trustees' expenses</b>		
Reimbursed expenses	<u>11,271</u>	<u>15,618</u>

**4. STAFF NUMBERS AND COSTS**

The average weekly number of persons employed by the Society during the year was:

Administration	6	6
Chief executive	<u>1</u>	<u>1</u>
	<u>7</u>	<u>7</u>

Staff costs were:		
Salaries	144,751	137,183
Social security costs	12,007	12,686
Other pension costs	<u>3,648</u>	<u>3,648</u>
	<u>160,406</u>	<u>153,517</u>

Number of employees with emoluments over £60,000:

£60,001 - £70,000	<u>1</u>	<u>1</u>
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**5. TANGIBLE FIXED ASSETS**

	Long leasehold £	BASCO database £	Show equipment	Office equipment £	Total £
<b>COST</b>					
At 1 April 2014	160,393	7,200	48,252	71,545	287,390
Additions	<u>-</u>	<u>-</u>	<u>7,532</u>	<u>5,450</u>	<u>12,982</u>
At 31 March 2015	<u>160,393</u>	<u>7,200</u>	<u>55,784</u>	<u>76,995</u>	<u>300,372</u>
<b>DEPRECIATION</b>					
At 1 April 2014	133,231	6,480	42,159	62,997	244,867
Charge for year	<u>7,637</u>	<u>720</u>	<u>5,066</u>	<u>5,652</u>	<u>19,075</u>
At 31 March 2015	<u>140,868</u>	<u>7,200</u>	<u>47,225</u>	<u>68,649</u>	<u>263,942</u>
<b>NET BOOK VALUE</b>					
At 31 March 2015	<u>19,525</u>	<u>-</u>	<u>8,559</u>	<u>8,346</u>	<u>36,430</u>
At 31 March 2014	<u>27,162</u>	<u>720</u>	<u>6,093</u>	<u>8,548</u>	<u>42,523</u>

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**

For the year ended 31 March 2015

**6. FIXED ASSET INVESTMENTS**

	Listed investments	Unlisted investments	Total
	£	£	£
<b>MARKET VALUE</b>			
At 1 April.2014	353,986	80,000	433,986
Purchases at cost	199,075	-	199,075
Sales proceeds	(3,900)	-	(3,900)
Revaluations	<u>30,071</u>	<u>-</u>	<u>30,071</u>
At 31 March.2015	<u>579,232</u>	<u>80,000</u>	<u>659,232</u>

**Listed investments**

	Cost	Valuation
	£	£
At 31 March 2015	<u>495,127</u>	<u>579,232</u>
At 31 March 2014	<u>299,952</u>	<u>353,986</u>

**Listed investments comprise the following:**

	2015	2014
	£	£
NFU Mutual balanced portfolio fund	332,954	241,637
Old Mutual Wealth multi-fund investment portfolio	245,978	112,049
Farmers first	<u>300</u>	<u>300</u>
	<u>579,232</u>	<u>353,986</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

**BASCO Data Limited**

Country of incorporation: England and Wales  
Nature of business: Development of Livestock Systems

Class of shares: holding %  
Ordinary 33

	2015	2014
	£	£
Aggregate capital and reserves	141,084	178,748
(Loss) for the year	<u>(37,664)</u>	<u>(44,998)</u>

The investment in BASCO Data Limited, at a cost of £80,000, is matched by the designated BASCO fund in reserves

**Sundry listed investment**

The company holds a small listed investment of 300 ordinary 50p shares in Farmers First plc. This company is incorporated in the United Kingdom and registered in England and Wales. Its principal activity is to give assistance to UK livestock producers. The market value of these shares at the year-end is not materially different to the cost of £300.

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**

For the year ended 31 March 2015

**7. DEBTORS**

	2015 £	2014 £
Amounts falling due within one year:		
Trade debtors	45,672	38,622
Value added tax	1,366	6,496
Other debtors	4,001	3,001
Other debtors – BASCO Data Limited loan	-	70,000
Gift aid	15,656	15,606
Prepayments	<u>18,174</u>	<u>27,282</u>
	<u>84,869</u>	<u>161,007</u>

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

Trade creditors	22,054	67,149
Social security and other taxes	5,239	6,863
Other creditors	-	50
Deferred income - subscriptions	47,275	46,150
Accruals	<u>28,220</u>	<u>15,971</u>
	<u>102,788</u>	<u>136,183</u>

**9. OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year:

Expiring:		
Within one year	-	-
Between one and five years	2,919	2,919
In more than five years	<u>4,042</u>	<u>4,042</u>
	<u>6,961</u>	<u>6,961</u>

**10. MOVEMENT IN FUNDS**

	At 1.4.2014 £	Net movement in funds £	Transfers £	At 31.3.2015 £
<b>Unrestricted funds</b>				
General fund	663,334	62,114	(20,689)	704,759
Designated fund - BASCO	150,000	-	-	150,000
Designated fund - Breed development	<u>100,000</u>	<u>(20,689)</u>	<u>20,689</u>	<u>100,000</u>
<b>TOTAL FUNDS</b>	<u>913,334</u>	<u>41,425</u>	<u>-</u>	<u>954,759</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	581,519	(549,476)	30,071	62,114
Designated fund – Breed development	<u>-</u>	<u>(20,689)</u>	<u>-</u>	<u>(20,689)</u>
<b>TOTAL FUNDS</b>	<u>581,519</u>	<u>(570,165)</u>	<u>30,071</u>	<u>41,425</u>

**THE BRITISH TEXEL SHEEP SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**

**For the year ended 31 March 2015**

**11. PURPOSE OF FUNDS**

The BASCO fund of £150,000 is an unrestricted designated fund, created for the purpose of supporting the initial investment of £80,000 and the provision of a loan of £70,000 for BASCO Data Limited for database development and support of online services. The original loan of £70,000 made in 2007 has been repaid during the year.

The Breed Development Fund of £100,000 is an unrestricted designated fund, created for the purpose of supporting genetic improvement of the breed. During the year the Society has spent £16,278 on a project (part granted) into using genomic technologies to reduce mastitis in meat sheep, and £4,411 on other projects. This has been fully reimbursed from general funds.

**12. RELATED PARTY TRANSACTIONS**

The Society holds an investment of 33% of the issued ordinary share capital of BASCO Data Limited

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During the year the Society received from BASCO Data Limited:

Sale of recharged costs	1,053
Interest on loan	350

And the Society paid to BASCO Data Limited:

Transaction and Texel specific enhancement charges	24,871
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There were no other material related party transactions during the year.