

Charity Registration No. 1117426

Company Registration No. 05792235 (England and Wales)

**BRITISH HORSE LOGGERS CHARITABLE TRUST**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2016**

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# BRITISH HORSE LOGGERS CHARITABLE TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr J T Philipson Mr P G Richards Mr N J Burton Mr I E Laidlaw
<b>Secretary</b>	Mr J T Philipson
<b>Charity number</b>	1117426
<b>Company number</b>	05792235
<b>Registered office</b>	Lanternside Farm Holystone Morpeth NE65 7AX
<b>Accountants</b>	Kendall Wadley LLP Granta Lodge 71 Graham Road Malvern Worcestershire WR14 2JS

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# **BRITISH HORSE LOGGERS CHARITABLE TRUST**

## **CONTENTS**

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	<b>Page</b>
Trustees' report	1 - 2
Accountants' report	3
Statement of financial activities	4
Balance sheet	5
Statement of cash flows	6
Notes to the accounts	7 - 12

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# **BRITISH HORSE LOGGERS CHARITABLE TRUST**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

**FOR THE YEAR ENDED 30 APRIL 2016**

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The trustees present their report and accounts for the year ended 30 April 2016.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Trust's Memorandum & Articles of Association, 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) (effective 1 January 2015)"

### **Objectives and activities**

The Trust's objects are:

- 1 to promote and maintain the standards of the craft of horse logging for the public benefit; and
- 2 to advance education and training in the craft of horse logging and associated skills.

The trustees confirm that they complied with the duty within Section 4 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit.

### **Achievements and performance**

Kevin Taylor, our Welsh apprentice, has completed his training period and is working as an independent contractor in Wales. No suitable apprenticeship applicants have been identified to follow him.

### **Financial review**

The total incoming resources for the year amounted to £947 of which £9 was interest received. Total resources expended amounted to £9,350. As a result total reserves at the end of the financial year amounted to £18,079 of which £7,317 is restricted in nature.

It is the charity's policy to establish reserves at a level to be able to support, should external funding cease, the trainee programme in place at any particular point in time whilst alternative sources of funding are sought.

The trustees have assessed the major risks to which the Trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

### **Future plans**

As ever, suitable placements, promising candidates and sufficient funding are all required for the further development of the apprenticeship scheme, and the Trustees will continue to work to bring all three together. The Trust stands ready to assist budding horselogging contractors in other ways if viable applications are presented.

### **Structure, governance and management**

The Trust is a company limited by guarantee and is governed by its Memorandum and Articles of Association dated 24 April 2006 and subsequently amended by special resolutions dated 2 December 2006, 17 December 2008 and 19 October 2012.

# **BRITISH HORSE LOGGERS CHARITABLE TRUST**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 APRIL 2016**

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The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr J T Philipson

Mrs J Webb MBE

(Resigned 4 September 2015)

Mr P G Richards

Mr N J Burton

Mr I E Laidlaw

The articles provide that the members may appoint three Trustees, while British Horse Loggers (an unincorporated association of working loggers and supporters) appoint four Trustees; Trustees have a power to fill a casual vacancy until the next AGM.

Guidance on the role of a trustee is provided as required and training undertaken when necessary.

### **Related party transactions**

The Memorandum & Articles of Association permit the charity to enter into contracts with trustees where the goods or services subject to contract are properly required by the charity. Such transactions have occurred during the year and details are provided in the notes to the financial statements.

The Trustees have taken advantage of the small companies exemption of section 415A of the Companies Act 2006.



**Mr J T Philipson**

Trustee

Dated: 27 September 2016

# **BRITISH HORSE LOGGERS CHARITABLE TRUST**

## **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF BRITISH HORSE LOGGERS CHARITABLE TRUST FOR THE YEAR ENDED 30 APRIL 2016**

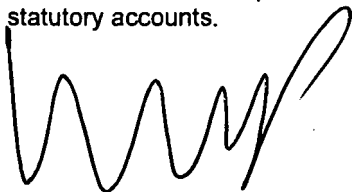
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In accordance with the current engagement letter, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the accounts of British Horse Loggers Charitable Trust for the year ended 30 April 2016, set out on pages 4 to 12, from the accounting records and information and explanations you have given to us.

This report is made to the charity's trustees, as a body, in accordance with the terms of our current engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of British Horse Loggers Charitable Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at [icaew.com](http://icaew.com). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than British Horse Loggers Charitable Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that British Horse Loggers Charitable Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and deficit of British Horse Loggers Charitable Trust. You consider that British Horse Loggers Charitable Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the accounts of British Horse Loggers Charitable Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



**Kendall Wadley LLP**

**Chartered Accountants**

27 September 2016

Granta Lodge  
71 Graham Road  
Malvern  
Worcestershire  
WR14 2JS

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 APRIL 2016

	Notes	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
<b><u>Income from:</u></b>					
Voluntary income	3	658	-	658	20,757
Charitable activities	4	280	-	280	423
Investments	5	9	-	9	49
<b>Total income</b>		<b>947</b>	<b>-</b>	<b>947</b>	<b>21,229</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	6	767	8,583	9,350	18,973
<b>Net income/(expenditure) for the year/ Net movement in funds</b>		<b>180</b>	<b>(8,583)</b>	<b>(8,403)</b>	<b>2,256</b>
Fund balances at 1 May 2015		10,582	15,900	26,482	24,226
<b>Fund balances at 30 April 2016</b>		<b>10,762</b>	<b>7,317</b>	<b>18,079</b>	<b>26,482</b>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## BALANCE SHEET

AS AT 30 APRIL 2016

	Notes	2016 £	£	2015 £	£
<b>Fixed assets</b>					
Tangible assets	11		4,206		5,608
<b>Current assets</b>					
Cash at bank and in hand		14,355		23,356	
<b>Creditors: amounts falling due within one year</b>	12	(482)		(2,482)	
Net current assets			13,873		20,874
<b>Total assets less current liabilities</b>			18,079		26,482
<b>Income funds</b>					
Restricted funds	13		7,317		15,900
Unrestricted funds			10,762		10,582
			18,079		26,482

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 April 2016. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on 27 September 2016



Mr J T Philipson  
Trustee



Mr P G Richards  
Trustee

Company Registration No. 05792235



# BRITISH HORSE LOGGERS CHARITABLE TRUST

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2016

	Notes	2016 £	£	2015 £	£
<b>Cash flows from operating activities</b>					
Cash (absorbed by)/generated from operations	15		(9,010)		3,826
<b>Investing activities</b>					
Purchase of tangible fixed assets		-		(3,500)	
Interest received		9		49	
<b>Net cash generated from/(used in) investing activities</b>			9		(3,451)
<b>Net cash used in financing activities</b>			-		-
<b>Net (decrease)/increase in cash and cash equivalents</b>			(9,001)		375
Cash and cash equivalents at beginning of year			23,356		22,981
<b>Cash and cash equivalents at end of year</b>			14,355		23,356

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 APRIL 2016**

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### **1 Accounting policies**

#### **Company information**

British Horse Loggers Charitable Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Lanternside Farm, Holystone, Morpeth, NE65 7AX.

#### **1.1 Accounting convention**

The accounts have been prepared under the historical cost convention.

The accounts are prepared in sterling, which is the functional currency of the Trust. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These accounts for the year ended 30 April 2016 are the first accounts of British Horse Loggers Charitable Trust prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 May 2014. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

#### **1.2 Going concern**

At the time of approving the accounts, the trustees have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

#### **1.4 Incoming resources**

Income is recognised when the Trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Donations and grants are accounted for on receipt as this is when they become measurable and receivable. Investment income is accounted for on an accruals basis and gross of tax.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business.

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2016

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### 1 Accounting policies

(Continued)

#### 1.5 Resources expended

All expenditure is accounted for on an accruals basis. Costs are allocated to a particular activity where the cost relates to that activity. Governance comprises the costs which are directly attributable to the governance of the Trust and the necessary legal procedures for compliance with statutory requirements.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	25% of net book value
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

#### 1.7 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

#### 1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2016

### 1 Accounting policies

(Continued)

#### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

#### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the Trust's contractual obligations expire or are discharged or cancelled.

### 2 Critical accounting estimates and judgements

In the application of the Trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Voluntary income

	Unrestricted funds	Restricted funds	Total 2016	Total 2015
	£	£	£	£
Donations and gifts	658	-	658	1,612
Grants received	-	-	-	19,145
	<u>658</u>	<u>-</u>	<u>658</u>	<u>20,757</u>
<b>For the year ended 30 April 2015</b>	<u>1,612</u>	<u>19,145</u>		<u>20,757</u>

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2016

### 4 Charitable activities

	2016 £	2015 £
Income for use of equipment	280	423

### 5 Investments

	2016 £	2015 £
Interest receivable	9	49

### 6 Charitable activities

	2016 £	2015 £
Depreciation and impairment	1,402	1,869
Trainee bursaries	4,508	9,115
Training costs	2,673	6,988
	8,583	17,972
Share of governance costs (see note 7)	767	1,001
	9,350	18,973

### 7 Governance costs

	2016 £	2015 £	Basis of allocation
Insurance	224	217	Governance
Sundry expenses	75	316	Governance
Independent examination fees	468	468	Governance
	767	1,001	
Analysed between Charitable activities	767	1,001	

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2016

### 8 Trustees

A payment of £500 was made to one of the Trustees, Nick Burton, in respect of services provided in acting as a mentor to an apprentice, and £75 for travel expenses in connection with the same.

No other Trustees or connected persons received any benefit or re-imbursed expenses from the Trust.

### 9 Employees

There were no employees during the year.

### 10 Transfers

During the year £nil (2015 7,319) was transferred from the unrestricted to the restricted fund in respect of training costs.

### 11 Tangible fixed assets

	Plant and machinery £
<b>Cost</b>	
At 1 May 2015	10,570
At 30 April 2016	10,570
<b>Depreciation and impairment</b>	
At 1 May 2015	4,962
Depreciation charged in the year	1,402
At 30 April 2016	6,364
<b>Carrying amount</b>	
At 30 April 2016	4,206
At 30 April 2015	5,608

### 12 Creditors: amounts falling due within one year

	2016 £	2015 £
Accruals and deferred income	482	2,482

# BRITISH HORSE LOGGERS CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2016

### 13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 May 2015	Movement in funds		Balance at 30 April 2016
	£	Incoming resources	Resources expended	£
Training Fund	10,292	-	(7,181)	3,111
Machinery Pool	5,608	-	(1,402)	4,206
	<u>15,900</u>	<u>-</u>	<u>(8,583)</u>	<u>7,317</u>

The Training Fund are funds donated towards the training of individuals in horse logging.

The Machine Pool was donated to purchase machinery that can be hired out.

### 14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 30 April 2016 are represented by:			
Tangible assets	-	4,206	4,206
Current assets/(liabilities)	10,762	3,111	13,873
	<u>10,762</u>	<u>7,317</u>	<u>18,079</u>

### 15 Cash generated from operations

	2016 £	2015 £
(Deficit)/surplus for the year	(8,403)	2,256
Adjustments for:		
Investment income recognised in profit or loss	(9)	(49)
Depreciation and impairment of tangible fixed assets	1,402	1,869
Movements in working capital:		
(Decrease) in creditors	(2,000)	(250)
<b>Cash (absorbed by)/generated from operations</b>	<u>(9,010)</u>	<u>3,826</u>